

RECORD A\$183M FREE CASHFLOW IN FY15

CASH, BULLION AND INVESTMENTS ON-HAND UP FROM A\$96M TO A\$178M; DEBT ELIMINATED; COSTS SET TO BE AT LOWER END OF GUIDANCE

KEY POINTS

- ▶ **Record June Quarter production takes normalised free cashflow for FY15 to a record A\$183 million¹ after spending A\$50 million on exploration**
- ▶ **A\$178 million in cash, bullion and investments on hand at 30 June, up from A\$96m a year ago; remaining A\$20m bank debt retired on 13 April**
- ▶ **Record 152,447oz sold in the June Quarter and 580,784oz in FY15 - well within full year guidance of 550,000-600,000oz**
- ▶ **All-in sustaining costs for both June Quarter and FY15 set to come in at lower end of guidance range A\$1,050-A\$1,100/oz**
- ▶ **A\$26.5m paid in fully-franked dividends in FY15 (4.5c a share)**
- ▶ **June Quarter and Full Year production:**
 - **Jundee Gold Operations:**
 - 56,545oz mined and 59,014oz sold; FY15 237,883oz mined and 223,727oz sold
 - **Kundana Gold Operations:**
 - 29,898oz mined and 27,022oz sold; FY15 111,493oz mined and 103,051oz sold
 - **Kanowna Belle Gold Operations:**
 - 29,379oz mined and 27,276oz sold; FY15 101,149oz mined and 96,223oz sold
 - **Plutonic Gold Operations:**
 - 24,068oz mined and 19,287oz sold; FY15 95,550oz mined and 80,141oz sold
 - **Paulsens Gold Operations:**
 - 21,731oz mined and 19,848oz sold; FY15 74,630oz mined and 77,642oz sold

Northern Star Resources Limited (ASX: NST) is pleased to advise that its heavy emphasis on financial and Shareholder returns is continuing to produce results, with the Company generating record free cashflow of A\$183 million in the year to 30 June 2015.

The strong cashflow resulted in Northern Star ending the financial year with A\$178 million in cash, bullion and investments, up from A\$96 million a year earlier.

This came despite the Company spending A\$82.5 million to acquire the Jundee Gold Mine and A\$50 million on exploration during the year.

The outstanding cash generation enabled Northern Star to pay A\$26.5 million in fully-franked dividends during the year (a total of 4.5c a share).

Northern Star's financial performance was underpinned by record gold sales of 152,447oz in the June Quarter. This took the year's sales to 580,784oz, comfortably within its guidance range.

¹ Unaudited.

ASX ANNOUNCEMENT

9 July 2015

Australian Securities
Exchange Code: **NST**

Board of Directors

Mr Chris Rowe
Non-Executive Chairman

Mr Bill Beament
Managing Director

Mr Peter O'Connor
Non-Executive Director

Mr John Fitzgerald
Non-Executive Director

Ms Liza Carpene
Company Secretary

Issued Capital

Shares 593 million
Options 3.0 million
Current Share Price A\$2.20

Market Capitalisation
A\$1.3 billion

Cash/Bullion and Investments
30 Jun 2015 - A\$178 million

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All-in sustaining costs for both the June Quarter and the full year are expected to come in at the lower end of the Company's guidance range of A\$1,050-\$1,100/oz.

The price received in the June Quarter averaged A\$1,498/oz compared with the current spot price of ~A\$1,550/oz.

Northern Star spent A\$15.9 million on its extensive drilling and exploration program in the June Quarter, taking this total to A\$50 million for the financial year.

Northern Star Managing Director Bill Beament said the excellent performance reflected the priority the Company placed on financial and Shareholder returns, not just tonnes and ounces.

"We say we are a business first and a mining company second and these results demonstrate that emphasis," Mr Beament said.

"Our production performance, throughout the year was outstanding and our costs were tightly controlled. In these areas, we have met our market guidance comfortably.

"But the real test of any mining company's performance is what happens to its bank account and that of its Shareholders.

"We have excelled in those areas, as shown by the significant increase in our cash position, the elimination of our bank debt and the payment of A\$26.5m in fully-franked dividends.

"It is also very pleasing to note that we have achieved this performance while investing A\$50 million in exploration during the year. This program is generating strong results which I have no doubt will lead to further increases in our gold inventory and mine lives."

Northern Star plans to release its full June quarterly report in the week commencing 20 July 2015.



BILL BEAMENT
Managing Director
Northern Star Resources Limited

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Forward Looking Statements

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