

Revenue Generation Recommences

- Mineral Hill returns to gold-silver concentrate production with 650 tonnes of 60g/t gold concentrate produced in July following restart of the flotation treatment of the high grade Pearse open cut ore in mid-July
- Two batches for a total of 370 tonnes of 60g/t Au concentrate dispatched from site to rail head for export
- Mining of high grade sulphide ore continues from the pit for processing in line with recovery plans
- Bullion production for July exceeding forecast with gold derived from the CIL treatment of float plant tails and the return of stored gold tailings

KBL Mining Limited (ASX: “KBL” or “the Company”) is pleased to announce the Pearse production schedule has resumed with the Mineral Hill processing plant returning to gold-silver concentrate production at pre-interruption rates by the final week of July.

The return to Pearse ore has enabled recommencement of the flotation processing plant and production of gold-silver concentrate in addition to bullion. More than 650 tonnes of concentrate were produced for sale by the end of July with 370 tonnes containerised and at the rail head, with the balance at site waiting shipment.

Plant throughputs are increasing toward a steady state of 35-40 tonnes per hour and costs have continued to stabilise with the new permanent ramp to the base of the pit in operation.

Continued production from the Pearse Open Pit is expected to deliver some 7,500 ounces of gold and 100k ounces of silver during the September quarter with 5,500 ounces of the gold derived from concentrate and 2,000 ounces of gold in bullion from the CIL plant.

KBL’s Managing Director, Greg Starr commented:

“Despite the June quarter being below forecast due to the major interruption to the Pearse open cut production caused by a severe weather event, results for April and May were encouraging and indicative of the processing capability. As the plant is returned to nameplate capacity we expect a continuance of strong production targeting some 7,500 ounces gold production over the current quarter”.

For further information, please contact:

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About KBL Mining

KBL Mining is an Australian Resource Company listed on the ASX (KBL and KBLGA) with a current focus on producing precious metals. KBL's main assets include the Mineral Hill copper-gold-silver-lead-zinc mine near Condobolin in New South Wales and Sorby Hills lead-silver-zinc project in Western Australia. The Company has been operating the refurbished processing plant at Mineral Hill since October 2011 to produce copper-gold concentrates and in 2015 commenced producing a gold-silver concentrate and bullion. KBL also holds Sorby Hills (KBL holds 75% with Henan Yuguang Gold & Lead Co. Ltd (HYG&L) holding 25%) is a large near surface undeveloped silver-lead deposit close to port infrastructure and a short distance from Asian markets.

More information can be found on KBL's website at www.kblmining.com.au.