

31 August 2011

The Company Announcements Platform
ASX Limited

By E-lodgment

FIRST OUNCES AND GOLD ORE REVENUES OF AUD\$2.1M FROM BULLANT

The Company is pleased to inform shareholders that it can now confirm delivery of 10,507 dry tonnes of ore from its Bullant Gold Mine (“**Bullant**”) with recovered gold of 1,241 ounces from this, its first shipment of ore to Kanowna Belle. This represents an average grade of **3.95 g/tonne** for the development ore at a provisional recovery of 93%, with future ore delivery grades expected to increase upon commencement of open stope mining. At the contracted sale price gross proceeds to the company will be approximately **AUD\$2.1 Million** (before haulage and processing costs).

Under the terms of the Ore Purchase Agreement, a percentage of the provisional net proceeds will be paid to the Company within 14 days. The balance will be calculated and settled upon the treatment of the gold ore through the Kanowna Belle gold processing facility following final determinations of grade and recoveries.

The delivery of the first gold ore and subsequent revenue generation is a watershed moment for the company as it strives to build a significant gold business based around Bullant in the north eastern goldfields of Western Australia. The ore sales to Barrick are expected to continue monthly until the company has successfully commissioned its own gold treatment facility onsite capable of treating +500,000 tonnes per annum.



Picture 1: MT50 trucks continue to haul gold ore from the Bullant Gold Mine, grades are expected to increase with commencement of open stope mining.

KALGOORLIE MINING COMPANY LIMITED

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Further ore deliveries will be made in coming weeks to Kanowna Belle, with Bullant producing ore at approximately 700 tonnes per day.

The Company looks forward to the next update as we progress our plans to add rapid wealth for our shareholders at a time of record gold prices.



Chris Daws
Chief Executive Officer

The information in this report that relates to information compiled by Mr. Trevor Eddie (BSc Geol) who is a member of the Australasian Institute of Mining and Metallurgy ("AusIMM") and is bound by and follows the Institute's codes and recommended practices. Mr. Eddie is a full-time employee of Kalgoorlie Mining Company Bullant Pty Ltd (US Nickel Ltd). He has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Eddie consents to the inclusion on this information in the form and context in which it appears in this report.

About Kalgoorlie Mining Company Limited

Kalgoorlie Mining Company Limited (KMC) is a rapidly developing resource development and exploration Company based in Perth, Western Australia and with regional offices in Kalgoorlie, Western Australia. KMC is currently developing the Bullant Gold Mine located 70km North West of Kalgoorlie, Western Australia with first gold ore sales achieved in August 2011.

Further information on Kalgoorlie Mining Company can be located: www.kalmining.com.au

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