

29 January 2013

The Company Announcements Platform ASX Limited

By E-lodgement

BULLANT ORE PROCESSING AGREEMENT SIGNED WITH NORTON GOLD FIELDS LIMITED

Kalgoorlie Mining Company (ASX:KMC) is pleased to announce the signing of an ore processing agreement (Agreement) with Norton Gold Fields (ASX:NGF) for the sale of up to 280,000 tonnes of ore from the Bullant Gold Mine.

The Agreement allows for the processing of Bullant ore at NGF's Paddington Processing Facility near Kalgoorlie (3.3Mtpa), where it will be blended with other feed sources.

A Summary of the Agreement terms are:

- Sale to NGF of up to 280,000 tonnes of ore with deliveries commencing April 2013 and continuing until December 2014. The term may be extended by mutual consent.
- Ore batches of up to 20,000 dry tonnes per month from the Bullant Run Of Mine (ROM) Pad, hauled and processed by NGF for a processing charge per dry ore tonne.
- A bulk sample per ore batch will be crushed and sampled at Paddington, then assayed to determine grade and moisture content.

The Agreement represents a critical milestone for KMC as another step towards achieving the stated goal of returning the Bullant Gold Mine to production.

With certainty achieved in the ore processing arrangements and with the completion of the Mining Plan which is being finalised, KMC can now move confidently to the formal tender process for the underground mining contract and the restart of mining.

James Croser

Managing Director

KALGOORLIE MINING COMPANY LIMITED



ABOUT KALGOORLIE MINING COMPANY LIMITED

KMC is a junior gold mining company headquartered in Perth, Western Australia. Its major project is the 100% owned Bullant Gold Project near Kalgoorlie. The Bullant underground mine is currently on Active Care and Maintenance, remaining dewatered to the base of the decline at 600m below surface with all mine services in place.

For further enquiries please contact:

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Appendix A – Bullant Gold Project Total Mineral Resource Statement.

BULLANT PROJECT AREA	Category	Tonnes	Au g/t	Ounces
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BULLANT MINE				
Bullant Mine (Main Lode)	Measured	29,200	6.82	6,400
	Indicated	569,300	5.04	92,300
	Inferred	761,600	5.46	133,800
	Sub Total	1,360,100	5.32	232,500
Bullant Mine (East Lode)	Measured	50,000	6.59	10,600
	Indicated	192,800	4.57	28,300
	Inferred	401,700	4.29	55,400
	Sub Total	644,500	4.55	94,300
Bullant Mine (Cross Lode)	Measured	- (
	Indicated	17,200	4.16	2,300
	Inferred	9,500	4.26	1,300
	Sub Total	26,700	4.19	3,600
Bullant Mine Total	Measured	79,200	6.68	17,000
	Indicated	779,300	4.91	122,900
	Inferred	1,172,800	5.05	190,500
	Bullant Mine	2,031,300	5.06	330,400
	Sub Total			
WATTLE BIRD OPEN PIT				
Wattle Bird	Measured	-	-	
	Indicated	1,283,200	2.04	84,200
	Inferred	255,800	2.02	16,600
	Wattle Bird Open Pit	1,539,000	2.04	100,800
	Sub Total	1,555,000	2.04	100,600
BULLANT GOLD PROJECT				
	Measured	79,200	6.68	17,000
	Indicated	2,062,500	3.12	207,100
	Inferred	1,428,600	4.51	207,100
	GRAND TOTAL	3,570,300	3.76	431,200

Table 1. Kalgoorlie Mining Company – Resource Breakdown at Bullant Gold Project

Note: Bullant Mine figures are reported against a 3.0g/t cut off.
Wattle Bird Open Pit figures are reported against a 1.0g/t cut off.
Figures have been rounded; as a result minor errors may occur.

COMPETENT PERSONS STATEMENT

The information in this report that relates to Mineral Resources and Exploration Results is based on 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 (Kalgoorlie Mining 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.