

\$1.4m institutional share placement and \$0.5m SPP to advance the Pinjin Project

Highlights:

Equity raising supports drill assessment of Kirgella and Providence targets

- Firm commitments received to raise \$1.4 million via a two-tranche Placement and Share Purchase Plan (SPP) to raise up to \$0.5 million to eligible shareholders
- Strong support from new and existing sophisticated and professional investors
- Placement and SPP offer at \$0.032 per ordinary share with an attached 1 for 1 unlisted option exercisable at \$0.06, expiring 24-months from the date of issue
- Funds will be applied to systematic drilling and assessment of the Pinjin project, which includes:
 - Extension of shallow, high-grade gold mineralisation at Kirgella Gift
 - Infilling the 500m gap between Kirgella Gift and Providence to test for continuity
 - Assessment of other established targets, including T12, T15, Wessex, and the Harbour Lights extension, as well as a series of newly defined targets
 - The strong lithium potential of the Pinjin and Lake Rebecca region requires further investigation over the KalGold tenement package
- The strengthened balance sheet positions the Company strongly to progress the outcropping La Mascotte gold deposit, as well as lithium exploration at Pianto, and other projects within the KalGold portfolio
- Assay results are pending for three confirmatory RC drill holes at Kirgella Gift

WA-focused gold explorer, Kalgoorlie Gold Mining (ASX:KAL) ('KalGold' or 'the Company'), is pleased to advise that it has secured firm commitments to raise a total of \$1.4 million (before costs) through the issue of 43.75 million shares (**New Shares**) via a two-tranche Placement at an issue price of \$0.032 per share.

Placement

The Placement included a one (1) for one (1) free-attaching unlisted option exercisable at A\$0.06 and expiring 24-months from the date of issue (**Attaching Options**). Attaching Options will be subject to shareholder approval at a General Meeting expected in late June 2023.

The Placement was well supported and enables the Company to systematically explore the new farm-in and acquired tenure at the Pinjin project, where extension of shallow, high-grade gold mineralisation at Kirgella Gift will be a priority.

The Company will also offer eligible shareholders in Australia and New Zealand the opportunity to participate in a Share Purchase Plan (**SPP**). Eligible shareholders will be entitled to apply for up to \$30,000 of new shares and free attaching options on the same terms as the Placement ("**SPP Securities**"), targeting an additional \$0.5m in gross proceeds. The Company reserves the right to accept

oversubscriptions under the SPP, subject to the ASX Listing Rules and the Corporations Act 2001 (Cth) (Corporations Act).

Commenting on the acquisition and placement, Kalgold Managing Director Matt Painter said:

“We are extremely excited by this acquisition which could ultimately be a company-maker for KalGold. The potential of this new tenement package, in particular the Kirgella Gift prospect where historic drilling has been very promising, cannot be overstated. It offers an opportunity for a significant discovery in one of the most prolific mineralised structures in the entire Eastern Goldfields of Western Australia.

We are pleased with the strong support in the Placement from new and existing investors and this is a strong endorsement of the quality of the Pinjin Project and the larger KalGold portfolio.

We are also pleased to offer all shareholders the opportunity to participate in the Share Purchase Plan under the same terms as the Placement.

The capital raising announced today positions us well for the foreseeable future. We look forward to the results of the initial confirmatory drill program at Kirgella Gift. These are expected shortly. These will be followed by systematic drilling to extend the open, high-grade, shallow gold mineralisation at Kirgella Gift south towards the Providence target.

The Company also looks forward to progressing the outcropping La Mascotte deposit following definition of the first Inferred JORC Resource Estimate in March 2023.”

Placement

The Placement will be completed in two-tranches as follows:

- Tranche 1 raising A\$680,000 (21,250,000 shares) pursuant to the Company’s placement capacity under ASX Listing Rules 7.1 and 7.1A (12,750,000 under LR7.1 and 8,500,000 under LR7.1A).
- Tranche 2 to raise A\$720,000 (22,500,000 shares), subject to shareholder approval at a General Meeting (**GM**) expected to be held in late June 2023.
- The Placement included a one (1) for one (1) free-attaching unlisted option exercisable at A\$0.06 and expiring 24-months from the issue. Attaching Options will be subject to shareholder approval at the GM expected to be held in late June 2023.
- Exercise of the Attaching Options will entitle the holder to one ordinary share in the Company.

The issue of New Shares under Tranche 1 is expected to occur on or around Friday, 2 June 2023. The Company is preparing the relevant notice of meeting documentation and is undertaking all the necessary steps to convene the shareholder meeting as soon as possible.

New Shares and exercised Attaching Options will rank equally with the Company’s existing shares on issue.

The issue price of \$0.032 represents a discount of 19.5% to the 5-day VWAP.

Palomar Group Pty Ltd acted as Lead Manager and Bookrunner to the Placement.

Share Purchase Plan

The Company also intends to offer existing eligible shareholders the opportunity to participate in a non-underwritten Share Purchase Plan (**SPP**) to raise an additional \$0.5 million.

Under the SPP, eligible KalGold shareholders, being shareholders with a registered address in Australia or New Zealand (“**Eligible Shareholders**”) recorded on KalGold’s share register as at 5:00pm (Perth time) on Tuesday, 23 May 2023 (“**Record Date**”), will have the opportunity to apply for up to \$30,000 of New

Shares and free attaching options without incurring brokerage or other transaction costs. The issue of the free attaching options will be issued subject to shareholder approval.

All SPP shares and exercised Attaching Options shares shall be issued at the same price as the New Shares and Attaching Options issued under the Placement (“**SPP Issue Price**”).

The SPP offer period will open on Tuesday, 6 June 2023 and is expected to close at 5:00pm (Perth time) on Tuesday, 27 June 2023.

As the SPP is not underwritten, the Company may raise more or less than this amount. If applications received under the SPP is greater than \$0.5 million, the Directors in their absolute discretion may decide to accept applications (in whole or in part) that results in the SPP raising more than the \$0.5 million subject to compliance with the ASX Listing Rules.

In the event that less than \$0.5 million is applied for under the SPP by Eligible Shareholders, the Directors may in their absolute discretion and subject to shareholder approval seek to place that number of Shares at the SPP Issue Price to raise \$0.5 million when combined with the amount raised under the SPP (“**SPP Shortfall Offer**”).

The full terms and conditions of the SPP will be set out in the SPP Offer Booklet, which is expected to be released to the ASX and dispatched to eligible shareholders via their preferred method of contact on Monday, 5 June 2023.

New Shares to be issued under the SPP will rank equally with existing KalGold shares, from their respective date of issue.

Key Timeline of Events

Event	Date
SPP Record Date	5:00pm WST, Tuesday, 23 May 2023
Placement and SPP announcement and lodgement of Appendix 3B	Wednesday, 24 May 2023
Despatch of SPP Offer Booklet to Eligible Shareholders and release of Booklet on the ASX	Monday, 5 June 2023
SPP Offer opens	Tuesday, 6 June 2023
SPP Offer closes	Tuesday, 27 June 2023
Announcement of Result of SPP	Friday, 30 June 2023
Issue of New Shares under the SPP, Lodgement of Appendix 2A	Monday, 4 July 2023
Official quotation and commence of trading of the SPP Shares	Tuesday, 5 July 2023

Note: This timetable is indicative only and may be subject to change. The commencement of trading and quotation of New Shares under the Placement and SPP is subject to confirmation from the ASX. Subject to the requirements of the Corporations Act, the ASX Listing Rules and other applicable rules. KalGold reserves the right to amend this timetable at any time, including extending the period for the SPP or accepting applications generally or in particular cases, without notice. Accordingly, shareholders are encouraged to submit their Application Forms as early as possible.

Use of funds

KalGold’s immediate focus is to undertake systematic exploration of the new farm-in and acquired tenure at Pinjin. An initial focus will be to extend shallow, open, high-grade gold mineralisation at Kirgella Gift southward toward the Providence target. Thick, shear-hosted gold mineralisation which has not been explored for over a decade.

In addition to Kirgella Gift, work will be undertaken on several other targets throughout the new tenure. Broad shallow anomalism at T12 and T15 has been defined by extensive aircore programs but have received insufficient follow-up with deeper drilling. Learnings from drilling at Kirgella Gift and Providence will be used to extend gold mineralisation to the north and south into the T12 and T15 areas, covering a strike length of several kilometres. Other prospects, such as Wessex and Harbour Lights extension, show strong gold mineralisation off tenure whose extension onto KalGold’s ground has never been tested. Funds raised are expected to advance the projects toward a first JORC resource to complete the Option within the next two years.

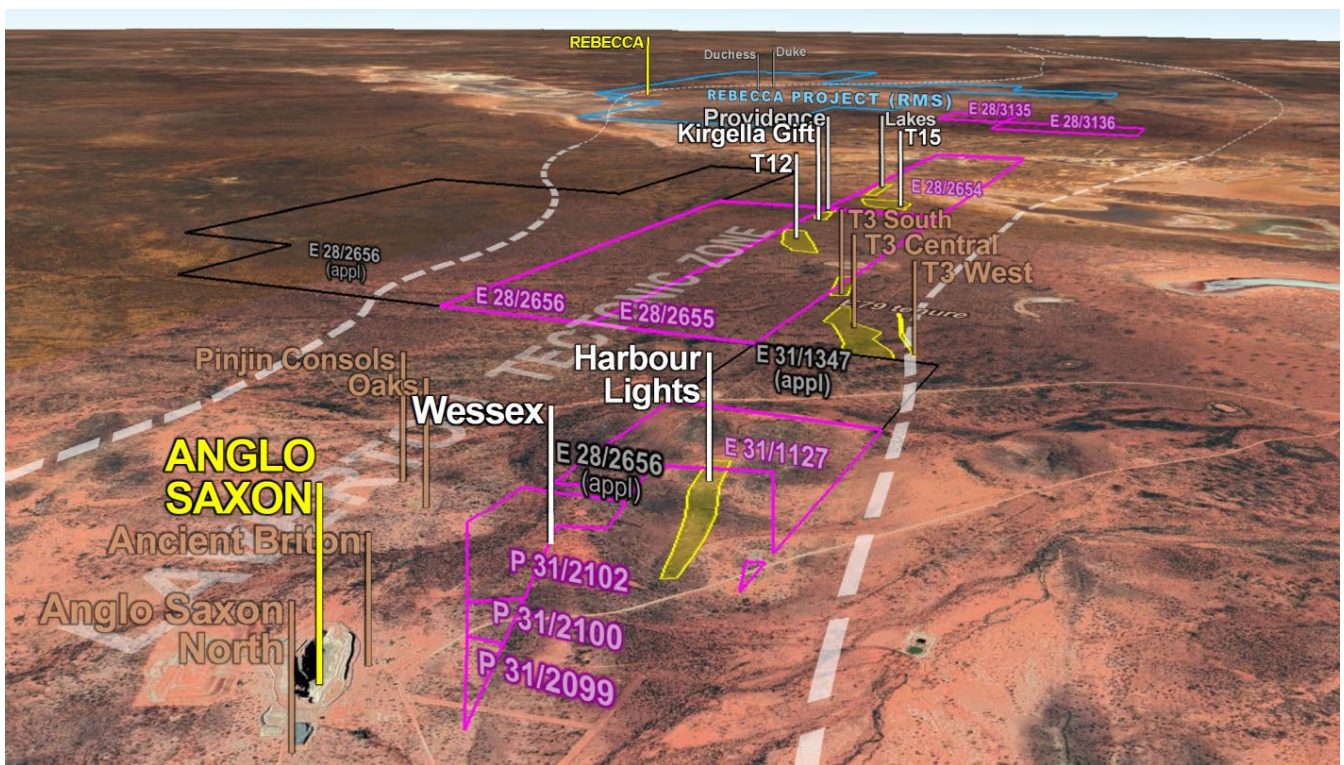


Figure 1 – Oblique perspective view of KalGold’s Pinjin project, to the south of the Pinjin mining centre. The view looks south-southeast from Hawthorn Resources’ Anglo Saxon open pit (at the southern end of the Pinjin Goldfield) towards Ramelius Resources’ Rebecca project around 35 km away. The new agreements cover several tenements (pink outlines), including Pinjin South tenure in the foreground, Kirgella in the middle distance, and Rebecca West tenure in the distance. KalGold’s applications (black) are shown in the foreground and middle distance, with the footprint of the Rebecca project (blue) in the distance south of Lake Rebecca. New drilling recently completed by KalGold was at the Kirgella Gift prospect. Oblique view of Google Earth imagery as of May 2023, with DMIRS tenure footprints shown.

By undertaking this work, KalGold aims to acquire a 75% interest in the project, after which the vendors will be free-carried to a Bankable Feasibility Study and Decision to Mine. Ultimately, KalGold aims to develop mines in the southern part of the Laverton Tectonic Zone that could feed the proposed nearby gold processing plant at Ramelius Resources’ Rebecca project 25km to the south.

Further afield on the Pinjin Project, newly-defined targets at Jungle Dam require first-pass aircore drill testing. The strong lithium potential of the Pinjin and Lake Rebecca region requires further investigation over the KalGold tenement package.

Beyond Pinjin, the raising frees funds to advance KalGold's other projects. In particular, the outcropping 138,000 oz La Mascotte gold deposit at Bulong Taurus 35km east of Kalgoorlie Boulder will be progressed, with metallurgical testwork and further drilling required to advance the resource classification. At Perrinvale and Zelica, promising early-stage gold targets require initial assessment with first-pass aircore drilling, and selected resampling of archival pulp samples on the Keith Kilkenny group of projects provides a cost-effective method for project advancement and target definition. Recently-discovered lithium anomalism at Pianto, where rock-chip assay results peripheral to buried anomalies are pending, will also require further investigation.

Authorised for lodgement by the Board of Kalgoorlie Gold Mining Limited.

For further information regarding KalGold, please visit kalgoldmining.com.au or contact:

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CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION

This news release contains forward-looking statements and forward-looking information within the meaning of applicable Australian securities laws, which are based on expectations, estimates and projections as of the date of this news release.

This forward-looking information includes, or may be based upon, without limitation, estimates, forecasts and statements as to management's expectations with respect to, among other things, the timing and amount of funding required to execute the Company's exploration, development and business plans, capital and exploration expenditures, the effect on the Company of any changes to existing legislation or policy, government regulation of mining operations, the length of time required to obtain permits, certifications and approvals, the success of exploration, development and mining activities, the geology of the Company's properties, environmental risks, the availability and mobility of labour, the focus of the Company in the future, demand and market outlook for precious metals and the prices thereof, progress in development of mineral properties, the Company's ability to raise funding privately or on a public market in the future, the Company's future growth, results of operations, restrictions caused by COVID-19, performance, and business prospects and opportunities. Wherever possible, words such as "anticipate", "believe", "expect", "intend", "may" and similar expressions have been used to identify such forward-looking information. Forward-looking information is based on the opinions and estimates of management at the date the information is given, and on information available to management at such time.

Forward-looking information involves significant risks, uncertainties, assumptions, and other factors that could cause actual results, performance, or achievements to differ materially from the results discussed or implied in the forward-looking information. These factors, including, but not limited to, fluctuations in currency markets, fluctuations in commodity prices, the ability of the Company to access sufficient capital on favourable terms or at all, changes in national and local government legislation, taxation, controls, regulations, political or economic developments in Australia or other countries in which the Company does business or may carry on business in the future, operational or technical difficulties in connection with exploration or development activities, employee relations, the speculative nature of mineral exploration and development, obtaining necessary licenses and permits, diminishing quantities and grades of mineral reserves, contests over title to properties, especially title to undeveloped properties, the inherent risks involved in the exploration and development of mineral properties, the uncertainties involved in interpreting drill results and other geological data, environmental hazards, industrial accidents, unusual or unexpected formations, pressures, cave-ins and flooding, limitations of insurance coverage and the possibility of project cost overruns or unanticipated costs and expenses, and should be considered carefully. Many of these uncertainties and contingencies can affect the Company's actual results and could cause actual results to differ materially from those expressed or implied in any forward-looking statements made by, or on behalf of, the Company. Prospective investors should not place undue reliance on any forward-looking information.

Although the forward-looking information contained in this news release is based upon what management believes, or believed at the time, to be reasonable assumptions, the Company cannot assure prospective purchasers that actual results will be consistent with such forward-looking information, as there may be other factors that cause results not to be as anticipated, estimated or intended, and neither the Company nor any other person assumes responsibility for the accuracy and completeness of any such forward-looking information. The Company does not undertake, and assumes no obligation, to update or revise any such forward-looking statements or forward-looking information contained herein to reflect new events or circumstances, except as may be required by law.

No stock exchange, regulation services provider, securities commission or other regulatory authority has approved or disapproved the information contained in this news release.

COMPETENT PERSON STATEMENT

The information in this announcement that relates to exploration results at the Kirgella and Pinjin South projects was first disclosed in an announcement dated 23 May 2023. The Company confirms that it is not aware of any information or data that materially affects the information contained in the announcement of 23 May 2023.

The information in this announcement that relates to the inferred mineral resource at La Mascotte was first disclosed to the market on 7 March 2023. The Company confirms that it is not aware of any information or data that materially affects the information contained in the announcement of 7 March 2023 and that the material assumptions and technical parameters underpinning the mineral resource estimate continue to apply.