


Kingsgate Consolidated Limited KCN

Mkt Cap \$Mil	Style Box TM	Close Price \$	Shares Issued Mil	Morningstar Sector	Morningstar Industry	GICS Industry Group
\$76		0.34 (17-Oct-2017)	223.58	Basic Materials	Gold	Materials

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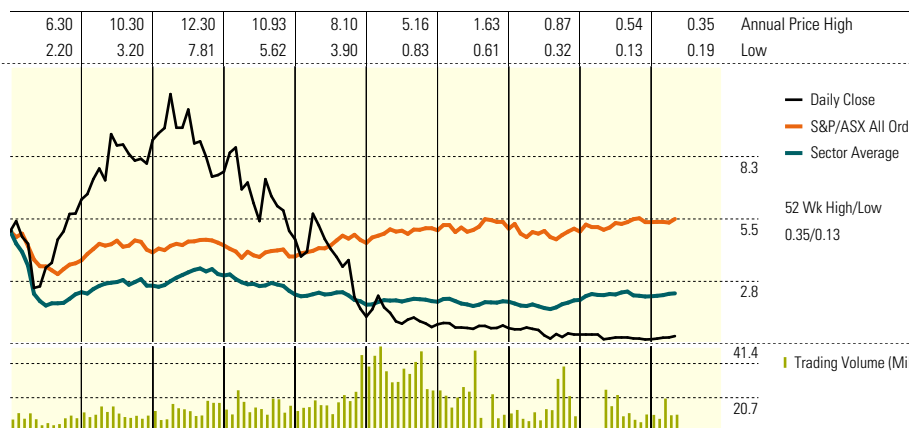
Business Summary as at 11 Jan 2017

Kingsgate Consolidated Limited (KCN) is a gold mining, development and exploration company. KCN owns and operates the Chatree gold mine in central Thailand, the Challenger Mine in South Australia and has interests in two development projects in Australia and South America.

Chatree Project: The project is located in central Thailand, 280km north of Bangkok. FY 15 gold production was 3.65m ounces. Total Ore reserves and Mineral resources were 2.5Mt @ 1.14g/t Au and 17.6 g/t @ Ag for 0.09 Moz (Au) and 1.42 Moz (Ag). The company ceased production at the Chatree Gold Mine on 31 December 2016, in compliance with the requirements of the Thai Government. Akara is proceeding with rehabilitation of the site.

Nueva Esperanza Silver/Gold Project: The project is located in northern Chile in the Maricunga Gold Belt. The Project consists of three mineralised deposits and a number of undeveloped exploration targets. The main deposits are Arqueros, Chimberos and Teterita. Total resource of the project consists of 39.4 million tonnes containing 0.49 million ounces of gold and 83.4 million ounces of silver, resulting in a combined gold and silver endowment of 1.88 million gold equivalent ounces.

Divestment: 1) Challenger Gold Mine in South Australia was sold to 50/50 Joint Venture between Diversified Minerals Pty Ltd and WPG Resources Limited. 2) Bowdens Silver Project was sold to Silver Mines Limited.



06-09	06-10	06-11	06-12	06-13	06-14	06-15	06-16	06-17	10-17*	Performance
28.07	46.49	-13.08	-38.05	-73.15	-28.58	-19.18	-41.01	-51.22	70.01	Total Return %
50.21	32.72	-25.24	-31.03	-93.82	-46.22	-24.85	-43.01	-65.51	—	+/- Market
06-09	06-10	06-11	06-12	06-13	06-14	06-15	06-16	06-17	Current	Valuation
19.18	12.29	44.15	9.27	5.81	-18.42	-1.06	-0.35	6.31	10.73	Price/Earnings
12.33	14.45	13.92	13.24	15.35	16.26	15.49	17.01	16.85	17.03	Market P/E
5.80	5.56	5.54	2.04	0.61	0.45	0.50	0.53	0.25	0.43	Price/Sales
2.63	3.00	1.78	0.95	0.41	0.47	0.48	0.99	0.44	0.75	Price/Book
18.18	12.72	26.73	5.36	1.77	3.03	-4.03	-0.68	0.75	1.28	Price/Cash Flow
644	947	1082	734	193	192	155	92	45	76	Market Cap \$Mil
2.24	3.70	1.88	4.12	3.95	0.00	0.00	0.00	0.00	—	Dividend Yield%
06-09	06-10	06-11	06-12	06-13	06-14	06-15	06-16	06-17		Financials
113	175	172	357	329	328	313	174	176	—	Operating Revenue \$Mil
40.40	57.19	26.65	46.57	36.13	20.05	-24.96	-120.97	35.64	—	EBITDA Margin %
34	86	18	99	33	8	-132	-255	12	—	EBIT \$Mil
30.16	49.21	10.54	27.67	10.14	2.46	-42.19	-146.46	6.66	—	EBIT Margin %
33	76	21	75	33	-8	-147	-264	7	—	NPAT Before Abs \$Mil
33	73	21	75	-324	-96	-147	-229	7	—	Reported Net Profit \$Mil
33.24	73.34	17.25	49.79	20.73	-4.67	-65.79	-118.16	3.17	—	Earnings Per Share ¢
93	97	113	143	152	172	224	224	224	—	Shares Mil
2.43	3.01	4.22	4.88	2.96	1.85	1.46	0.41	0.45	—	Book Value Per Share \$
18	46	34	165	85	37	77	46	57	—	Oper Cash Flow \$Mil
-48	-31	-125	-214	-134	-44	-40	-36	-3	—	Cap Spending \$Mil
-25	21	-76	-94	-44	25	-67	-142	73	—	Free Cash Flow \$Mil
06-09	06-10	06-11	06-12	06-13	06-14	06-15	06-16	06-17		Profitability
12.50	20.82	2.76	7.77	6.00	0.26	-25.04	-101.20	7.37	—	Return on Assets %
13.27	23.91	3.44	9.65	6.97	-1.95	-45.16	-286.02	7.03	—	Return on Equity %
28.78	43.07	11.96	20.95	10.04	-2.45	-46.97	-151.47	4.02	—	Net Margin %
41.76	47.55	21.68	34.09	42.76	51.05	57.46	69.07	131.14	—	Asset Turnover %
110.45	116.78	131.00	135.14	162.46	155.83	167.34	273.38	133.16	—	Financial Leverage %
06-09	06-10	06-11	06-12	06-13	06-14	06-15	06-16	06-17		Financial Health
13	35	27	44	63	58	46	18	2	—	Working Capital \$Mil
0	0	76	122	116	111	75	0	1	—	Long-Term Debt \$Mil
245	316	607	776	474	413	326	92	101	—	Total Equity \$Mil
-11.24	-12.03	10.55	8.63	35.19	24.23	26.76	59.31	-20.44	—	Net Debt/Equity %

Key Dates

Fiscal Year End	30 Jun 2017	Listing Date	21 Apr 1988
AGM	24 Nov 2016	DRIP	Active

Dividend History

	Interim	Final
Dividend Ex Date	08 Mar 2013	10 Sep 2012
Dividend Pay Date	12 Apr 2013	01 Oct 2012
DPS ¢	5.00	10.00
Franking %	0	0

Major Shareholders	No. of shares [Mill]
State of Karnataka	1,000
State of Andhra Pradesh	1,000
State of Maharashtra	1,000
State of Gujarat	1,000
State of Tamil Nadu	1,000
State of West Bengal	1,000
State of Odisha	1,000
State of Kerala	1,000
State of Punjab	1,000
State of Haryana	1,000
State of Rajasthan	1,000
State of Uttar Pradesh	1,000
State of Bihar	1,000
State of Jharkhand	1,000
State of Chhattisgarh	1,000
State of Madhya Pradesh	1,000
State of Assam	1,000
State of Arunachal Pradesh	1,000
State of Manipur	1,000
State of Mizoram	1,000
State of Nagaland	1,000
State of Tripura	1,000
State of Meghalaya	1,000
State of Sikkim	1,000
State of Jammu and Kashmir	1,000
State of Ladakh	1,000
State of Andaman and Nicobar Islands	1,000
State of Chandigarh	1,000
State of Delhi	1,000
State of Puducherry	1,000
State of Lakshadweep	1,000
State of Daman and Diu	1,000
State of Dadra and Nagar Haveli	1,000
State of Goa	1,000
State of Pondicherry	1,000
State of Tamil Nadu	1,000
State of Kerala	1,000
State of Odisha	1,000
State of West Bengal	1,000
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No Substantial Shareholders

Consensus out of analysts

None

*Represents financial year to date - the day after last financial year to a day before publication date.

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Research Methodology

Currency

All figures for stocks listed on Australian Stock Exchange

are in Australian dollars and all figures for stocks listed on New Zealand Stock Exchange are in New Zealand dollars.

Business Description

A brief description of the company's operations and activities. This information is updated every six months or on the release of important information about the company.

Market Capitalisation \$ mil

The market value of the company's equity capital. This is calculated by multiplying the number of common shares by the current price. Other classes of equity such as preference shares are normally not included, except in certain cases where the shares are "quasi-ordinary". The most prominent example of this is News Corporation (NWS), where we do include their preferred limited voting ordinary shares in our calculation of market value.

Style

The Morningstar Style consists of nine categories that provide an overview of the investment strategy. The style is comprised of a combination of market capitalization of the security and the investment style (value, blend, or growth).

Last Price

Stock price shown represents the market price of the stock as of the most recent close of trading as at the release date noted at the top of the investment detail page.

Shares Issued

Current number of ordinary shares listed on the Australian/New Zealand Stock Exchange.

Sector

Morningstar Sector : based on Morningstar global equity classification, each equity is mapped into one of 148 industries. This mapping is based on publicly available information about each company and Morningstar Equity Analyst input. Industries are grouped into 69 industry groups and subsequently mapped into one of the 11 sectors. Industry and sector information are available for companies on all major global exchanges.

GIICS Sector : Based on Standard & Poor's Global Industry Classification. All companies listed on the Australian/New Zealand Stock Exchange are grouped into one of 24 industry sectors. This classification is used to compute sector averages and industry peers.

Performance

Total Return represents shareholders' gains from a stock over a given period of time (YTD, one month, three month, one-, three-, and five year). Total return includes both capital gains and losses and dividend payments. It is calculated by taking the change in the stock's price as of the close of trading of the respective period, assuming the reinvestment of all dividends, then dividing by the initial stock price, and expressing the result as a percentage. Returns for periods longer than one year are annualized. Returns do not include brokerage commission or the effects of taxation.

Financials

Revenue and Margin line items will depend on the type of company selected – i.e. Industrial, Bank, Insurance, Property or Listed Investment Company. Net Profit \$Mil represents net operating profit after tax, minorities, preference dividends, significant, and non-recurring items (NPAT). Earnings Per Share \$ is NPAT divided by the weighted average number of ordinary shares on issue

during the year. Book Value Per Share \$ is a company's common stock equity as it appears on a balance sheet divided by the number of shares outstanding. Oper Cash Flow \$Mil is net cash flow after paying suppliers, employees, interest expense and tax paid from receipts from customers, dividends and interest received. Cap Spending \$ Mil is money spent to acquire or upgrade physical assets such as buildings and machinery. Free Cash Flow \$Mil is the amount of cash that a company has left over after it has paid all of its expenses, including investments (Oper Cash Flow minus Cap Spending and dividends).

Avg no. of Shares

The weighted average number of ordinary shares during the financial year. This figure is used to calculate basic earnings per shares (EPS).

Profitability

Return on Assets % (ROA) is the percentage a company earns on its assets in a given year. It is measured by dividing NPAT before abnormals by total assets. Return on Equity % (ROE) is the percentage a company earns on its total equity in a given year. The calculation is NPAT before abnormals divided by shareholder equity. Net Margin % is A measure of profitability and is equal to NPAT divided by revenues from the same period. Asset Turnover represents how many dollars in revenue a company has generated per each dollar of assets. It is calculated by dividing total revenues for the period by total assets for the same period. Financial leverage is calculated by dividing total assets by total shareholders' equity.

Financial Health

Working Capital \$Mil is current assets minus current liabilities. Working capital measures how much in liquid assets a company has available to build its business. Long-Term Debt \$Mil includes loans and obligations with a maturity of longer than one year, usually accompanied by interest payments. Total Equity \$Mil is ownership interest in a corporation in the form of common stock or preferred stock. It also refers to total assets minus total liabilities, in which case it is also referred to as shareholder's equity or net worth or book value. Debt/equity ratio is equal to short-term and long-term debt minus cash divided by common shareholders' equity.

Valuation

Price/Earnings (PE) is the current price divided by the company's trailing 12-month earnings per share. Price/Book (PB) is the most recent stock price divided by the most recent book value per share. Price/Sales (PS) is the current price divided by the company's sales per share over the trailing 12 months. Price/Cash Flow (PC) is the most recent price divided by the cash flow per share of the latest fiscal year.

Key Dates

Fiscal Year End is the date in which the company closes its books for the previous 12-month period over which a company budgets its spending. AGM is the annual company gathering, usually held at the end of each fiscal year, at which the previous year and the outlook for the future are discussed and directors are elected by common shareholders. Listing Date defines the date the companies share price was first quoted on the stock exchange. DRP is the dividend reinvestment plan offered by some corporations enabling shareholders to automatically reinvest cash dividends and capital gains distributions, thereby accumulating more stock without paying brokerage

commissions.

Consensus

Current(latest actual) Price/Earnings, Dividend Yield, EPS and DPS are provided for reference. Forecasts are indicated by 'E' and are available for forward years only. Both actual and forecast EPS are presented on a pre-goodwill amortization basis.

Dividend History

Dividend Ex-Date is the first day of the ex-dividend period. If an investor does not own the stock before the ex-date, he or she will be ineligible for the dividend payout. Dividend Pay Date is the date on which the dividend will actually be paid to shareholders. DPS ¢ is Total dividend for the year, divided by the number of shares ranked for dividend. Franking % shows the percentage of the dividend which contains a dividend imputation credit.

Major Shareholders

The 3 largest shareholders (individuals or companies) and the number of voting shares they are entitled to.