



Saracen Mineral Holdings Limited  
Quarterly Report - March 2020

# Record net mine cash flow of A\$141m

Production of 158,132oz at AISC of A\$1133/oz; Cash and equivalents rise \$57m to \$340m;  
Processing of some high-grade stockpiles to be brought forward into current quarter

28<sup>th</sup> April 2020

## HIGHLIGHTS

### Sustainability

- ▲ 2 LTIs during the quarter; LTIFR at 0.5 (WA Gold Mining Average 1.9)
- ▲ Pro-active response to COVID-19; controls and procedures implemented to prevent transmission; Saracen remains vigilant and prepared to take more extensive action should it be necessary

### Production

- ▲ Record quarterly gold production of 158,132oz at AISC of A\$1,133/oz; Production for nine months to March 31 374,584oz at AISC of A\$1,081/oz
- ▲ Record quarter at Thunderbox with production of 50,091oz at AISC of A\$682/oz driven by C Zone pit; Carosue Dam produced 49,478oz at AISC of A\$1,308/oz; KCGM produced 58,563oz (Saracen's 50%) at AISC of A\$1,415/oz
- ▲ COVID-19 had minimal impact on March quarter production, however there is no certainty the June quarter will not be impacted; FY2020 guidance of +500,000oz retained
- ▲ Saracen has large ore stockpiles exceeding 1.7Moz at 31 March; These will help insulate the business should mining be restricted from any COVID-19 impacts; Pro-active milling of higher-grade stockpiles underway at Carosue Dam and Thunderbox to bring forward production ounces and cash flow into FY20

### Financial

- ▲ Gold sales for the quarter of 165,798oz at a record average price of A\$2,228/oz, generating revenue of A\$369m
- ▲ Cash and equivalents of A\$340.3m at 31 March (A\$283.8m at 31 December) after making an additional early debt repayment of A\$25m, paying a final FY19 tax payment of A\$15m, and investing A\$14m in exploration
- ▲ Quarterly unaudited NPAT of A\$65m - A\$70m
- ▲ Post the end of the quarter, Saracen made the decision to draw down its A\$45m revolving credit facility to maximise cash reserves given COVID-19 uncertainty
- ▲ 10.5% interest in Red 5 Limited (ASX: RED) sold for A\$39m pre-tax
- ▲ Gold hedging of 542,500oz at an average delivery price of A\$2,056/oz (538,500oz at A\$1,997/oz at 31 December)

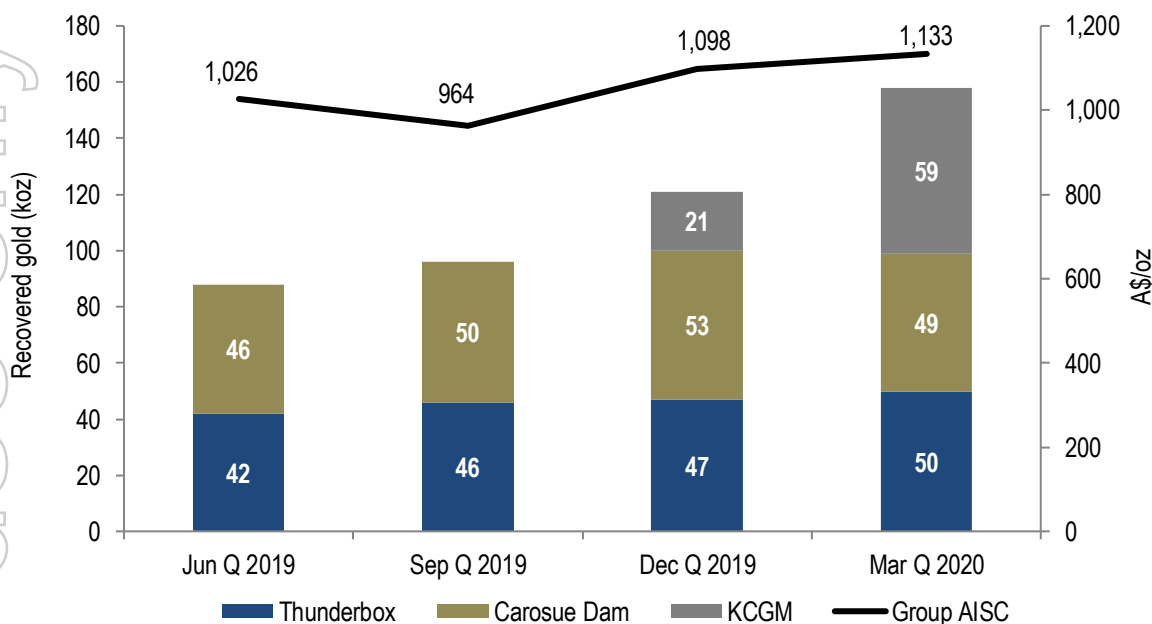
### Discovery and growth

- ▲ Exploration success across the portfolio, including previously announced drill results at:
  - Karari - Dervish (Carosue Dam) 22m @ 5.6g/t, 17m @ 6.9g/t, 14m @ 8.0g/t, 10m @ 10.7g/t and 14m @ 5.1g/t
  - Safari Bore (Carosue Dam) 4m @ 19.3g/t, 26m @ 2.4g/t, 45m @ 1.5g/t and 36m @ 2.1g/t (open pit-able)
  - Otto Bore (Thunderbox) 15m @ 11.2g/t, 16m @ 5.7g/t and 7m @ 5.3g/t (open pit-able)

## Overview

Saracen Mineral Holdings Limited (ASX: SAR) is pleased to report a **record March quarter** with group production of 158,132oz at an all-in sustaining cost (AISC) of A\$1,133/oz. This takes production for the nine months to March 31 to 374,584oz at an AISC of A\$1,081/oz.

Figure 1 – Group production and AISC



## Outlook

Saracen's long-standing strategy to 'future-proof the business' includes the prudent build-up of surface ore stockpiles to 1.7Moz. In the current June quarter, Saracen plans to **prioritise the milling of higher-grade portions of the stockpiles** at Carosue Dam and Thunderbox to **bring forward production ounces and cash flow into FY20**.

Although this plan will bring forward ounces from FY21, it will further insulate the business should production be restricted from any COVID-19 related impacts at a later date. Despite this plan, **production guidance for FY21 remains +600,000oz**.

Saracen Managing Director Raleigh Finlayson said it was an outstanding quarter which provided further evidence of the Company's growing cash flow.

"These results highlight the growth Saracen is enjoying at all levels of its business," Mr Finlayson said. "Our strategy of growing through a combination of exploration and production has resulted in record production, low costs and strong net cash flow."

"This cash flow enabled us to reduce debt ahead of schedule during the quarter while also continuing to invest in exploration and organic growth."

"As part of our strategy to maximise free cash flow while also insulating the business, we will bring forward processing of some higher-grade stockpiles into the current quarter. This will provide an additional buffer against any operational impacts which may emerge at a later date as a result of COVID-19."

"We believe this strategy, along with our decision to draw down our A\$45 million corporate revolver facility, are prudent in the circumstances."

Saracen's quarterly conference call will be held today at 9.00am AWST (11.00am AEST). The call can be accessed at: <https://webcasting.boardroom.media/broadcast/5e8bf8ed406dd8128c935898>

Table 1 - March quarter 2020 gold production and cost summary

Mar Q 2020	Unit	Carosue Dam	Thunderbox	KCGM (50%)	Group
<b>Underground Mining</b>					
Ore Mined	kt	670	35	146	851
Mine Grade	g/t	2.5	1.8*	2.5	2.5
Contained Gold	oz	53,713	2,058	11,804	67,575
<b>Open Pit Mining</b>					
Total Mining	BCM '000	-	1,662	1,303	2,965
Ore Mined	kt	-	689	586	1,275
Mine Grade	g/t	-	2.0	1.6	1.8
Contained Gold	oz	-	43,658	29,861	73,519
<b>Mill Production</b>					
Ore Milled	kt	585	767	1,553	2,904
Mill Grade	g/t	2.9	2.1	1.4	1.9
Contained Gold	oz	53,777	52,390	70,658	176,825
Recovery	%	92.0%	95.6%	82.9%	89.4%
Recovered Gold	oz	49,478	50,091	58,563	158,132
Gold Sales	oz	50,865	53,295	61,638	165,798
Average Price Received	A\$/oz	2,161	2,179	2,325	2,228
Sales Receipts <sup>1</sup>	A\$m	110	116	143	369
<b>Closing Ore Stockpile</b>					
Ore	kt	1,070	2,735	64,486	68,290
Grade	g/t	1.3	1.3	0.7	0.8
Contained Gold	oz	46,432	115,829	1,554,023	1,716,284
<b>Cost summary</b>					
Mining	A\$m	32.8	11.9	16.4	61.1
Processing	A\$m	13.5	14.0	37.1	64.6
Site Administration	A\$m	2.5	1.8	4.0	8.3
Cash Costs	A\$m	48.8	27.7	57.6	134.0
Royalties	A\$m	5.9	3.4	3.0	12.3
Capital Works	A\$m	0.9	0.3	5.1	6.4
Development	A\$m	6.1	0.0	0.1	6.2
Ore Inventory Adjustments	A\$m	(2.9)	0.8	3.6	1.5
Rehabilitation	A\$m	0.1	0.2	0.8	1.1
Corporate	A\$m	1.6	1.7	2.0	5.3
All-in Sustaining Costs	A\$m	60.6	34.1	72.1	166.8
Growth Capital <sup>2</sup>	A\$m	26.2	20.2	20.7	67.1
Less: Development Receipts	A\$m	(3.9)	(0.3)	(16.7)	(20.8)
Net Growth Capital	A\$m	22.3	20.0	4.0	46.2
Exploration	A\$m	7.7	1.5	4.8	14.0
Third Party Ore Purchase	A\$m	1.8	0.0	0.0	1.8
<b>Unit cost summary</b>					
Mining	A\$/oz	707	239	322	415
Processing	A\$/oz	291	280	728	439
Site Administration	A\$/oz	55	35	79	57
Cash Costs	A\$/oz	1,053	554	1,129	910
Royalties	A\$/oz	127	68	60	84
Capital Works	A\$/oz	20	7	99	43
Development	A\$/oz	131	0	3	42
Ore Inventory Adjustments	A\$/oz	(62)	16	70	10
Rehabilitation	A\$/oz	3	4	15	7
Corporate	A\$/oz	36	34	39	36
All-in Sustaining Costs	A\$/oz	1,308	682	1,415	1,133
Depreciation and Amortisation	A\$/oz	279	404	352**	345
<b>Mine cash flow</b>					
Mine operating cash flow	A\$m	46.2	84.5	76.7	207.5
Net mine cash flow	A\$m	20.1	64.3	56.1	140.5

<sup>1</sup>Sales receipts include revenue from pre-commercial development ounces

<sup>2</sup>Refer to Figure 6 for breakdown

\* Underground development ore only

\*\* Subject to finalisation of the purchase price allocation for KCGM

Pre-commercial production ounces from Thunderbox (119oz), Carosue Dam (1,707oz) and KCGM (7,600oz) included in recovered gold, excluded from A\$/oz calculations

Third party ore (Carosue Dam 1,432oz) included in recovered gold, excluded from A\$/oz calculations ("true-up" of ore purchased in the December quarter to reflect final assays)

Mine operating cash flow = Sales receipts less AISC less third party ore purchase costs plus corporate costs plus ore inventory adjustment

Net mine cash flow = Mine operating cash flow less growth capital

KCGM historic ore stockpiles allocated zero cash mining cost when drawn down as mining costs incurred reflected in acquisition price

Table 2 - FY20 YTD gold production and cost summary

YTD FY20	Unit	Carosue Dam	Thunderbox	KCGM (50%)	Group
<b>Underground Mining</b>					
Ore Mined	kt	1,796	120	192	2,108
Mine Grade	g/t	2.9	1.9*	2.4	2.8
Contained Gold	oz	165,915	7,165	15,072	188,152
<b>Open Pit Mining</b>					
Total Mining	BCM '000	-	4,804	1,770	6,574
Ore Mined	kt	-	3,143	965	4,108
Mine Grade	g/t	-	1.9	1.6	1.9
Contained Gold	oz	-	195,594	48,852	244,446
<b>Mill Production</b>					
Ore Milled	kt	1,803	2,215	2,076	6,094
Mill Grade	g/t	2.8	2.1	1.4	2.1
Contained Gold	oz	164,632	150,947	94,934	410,513
Recovery	%	92.9%	94.4%	83.4%	91.2%
Recovered Gold	oz	152,967	142,421	79,196	374,584
Gold Sales	oz	155,579	142,603	82,499	380,681
Average Price Received	A\$/oz	2,037	2,031	2,282	2,088
Sales Receipts <sup>1</sup>	A\$m	317.0	289.7	188.3	795.0
<b>Closing Ore Stockpile</b>					
Ore	kt	1,070	2,735	64,486	68,290
Grade	g/t	1.3	1.3	0.7	0.8
Contained Gold	oz	46,432	115,829	1,554,023	1,716,284
<b>Cost summary</b>					
Mining	A\$m	93.1	44.4	26.1	163.6
Processing	A\$m	37.3	38.9	51.0	127.2
Site Administration	A\$m	7.8	5.0	6.5	19.2
Cash Costs	A\$m	138.2	88.2	83.6	310.0
Royalties	A\$m	15.8	8.1	4.2	28.1
Capital Works	A\$m	3.3	2.3	9.2	14.8
Development	A\$m	21.0	3.1	0.2	24.3
Ore Inventory Adjustments	A\$m	(15.0)	(13.2)	2.8	(25.4)
Rehabilitation	A\$m	0.2	0.3	1.2	1.7
Corporate	A\$m	6.4	5.8	2.2	14.4
All-in Sustaining Costs	A\$m	170.0	94.5	103.5	368.0
Growth Capital*	A\$m	60.9	51.1	22.8	134.9
Less: Development Receipts	A\$m	(4.0)	(9.2)	(16.7)	(29.9)
Net Growth Capital	A\$m	56.9	41.9	6.1	104.9
Exploration	A\$m	30.0	9.8	5.7	45.6
Third Party Ore Purchase	A\$m	35.4	0.0	0.0	35.4
<b>Unit cost summary</b>					
Mining	A\$/oz	690	332	364	481
Processing	A\$/oz	276	291	713	374
Site Administration	A\$/oz	58	37	91	57
Cash Costs	A\$/oz	1,024	660	1,168	911
Royalties	A\$/oz	117	60	58	82
Capital Works	A\$/oz	25	17	129	44
Development	A\$/oz	156	23	3	71
Ore Inventory Adjustments	A\$/oz	(111)	(99)	39	(75)
Rehabilitation	A\$/oz	2	2	17	5
Corporate	A\$/oz	47	43	31	42
All-in Sustaining Costs	A\$/oz	1,260	707	1,445	1,081
Depreciation and Amortisation	A\$/oz	244	406	385**	335
<b>Mine cash flow</b>					
Mine operating cash flow	A\$m	102.9	187.8	89.8	380.6
Net mine cash flow	A\$m	42.0	136.7	67.0	245.7

<sup>1</sup>Sales receipts include revenue from pre-commercial development ounces

\* Underground development ore only

\*\* Subject to finalisation of the purchase price allocation for KCGM

Pre-commercial production ounces from Thunderbox (8,723oz), Carosue Dam (1,707oz) and KCGM (7,600oz) included in recovered gold, excluded from A\$/oz calculations

Third party ore (Carosue Dam 16,268oz) included in recovered gold, excluded from A\$/oz calculations

Mine operating cash flow = Sales receipts less AISC less third party ore purchase costs plus corporate costs plus ore inventory adjustment

Net mine cash flow = Mine operating cash flow less growth capital

KCGM historic ore stockpiles allocated zero cash mining cost when drawn down as mining costs incurred reflected in acquisition price

## Sustainability

2 Lost Time Injuries (LTI) were reported in the March quarter.

Table 3 - March quarter 2020 group safety performance

	LTI	LTIFR	TRIFR
Carosue Dam	1.0	0.60	7.43
Thunderbox	0.0	0.00	11.67
KCGM	0.5	0.93	4.63
<b>Group</b>	<b>1.5</b>	<b>0.47</b>	<b>8.18</b>

\*LTI from KCGM counted at Saracen's 50%

### COVID-19 update

Saracen has been pro-active in responding to the evolving COVID-19 crisis, implementing a host of controls and procedures designed to prevent transmission of the virus. Maintaining the health and safety of our workforce is always the Company's number one priority.

A key focus is reducing the operating "footprint" in order to minimise the number of people at Saracen's sites, the number of transfers into and out of the sites, and the interaction between them. Please refer to the ASX announcement 27<sup>th</sup> March 2020 "Trading update" for further details including specific measures implemented.

The Company remains **vigilant in monitoring the COVID-19 crisis** and is **prepared to act swiftly should further measures be necessary to ensure the health and safety of our workforce.**

## Operations

### KCGM (Saracen 50%)

KCGM produced 58.6koz at an AISC of A\$1,415/oz in what was the first full quarter of Saracen ownership.

Mine operating cash flow was A\$76.7m. Net mine cash flow was A\$56.1m after growth capital of A\$20.7m.

Open pit mining produced 29.9koz @ 1.6g/t. A review of the open pit operation has identified the opportunity to increase the number of mining areas to provide further flexibility of production fronts, and capture the resultant cost and material movement efficiencies. Mining in recent years has focused solely on the Golden Pike area.

During the quarter, the new Morrison Starter pit was the priority mining area. Mining also commenced on the Brown Hill cutback in March, providing a third working area. By the end of the quarter, 550kt of pre-stripping waste had been excavated. Total material movement from the open pits was 1.3 million BCM.

Further evaluation of the Brown Hill mining options and equipment utilisation synergies, coupled with the increase in the gold price, has prompted KCGM to review the East Wall Remediation (EWR) concept. This evaluation limited mining activity in the Golden Pike area during the quarter, with a modest deferral of Golden Pike ounces anticipated in the June quarter. Details on the preferred EWR option will be outlined in the September quarter.

The Mt Charlotte underground mine produced 11.8koz @ 2.5g/t. Rehabilitation of the Sam Pearce decline was completed late in the quarter, ending a 4km campaign that has constrained development and production over FY20. With this constraint lifted, near term opportunities to accelerate production are being assessed.

The mill processed 1,553kt at an average grade of 1.4g/t with a metallurgical recovery of 82.9%. Closing stockpiles were a total of 1.6Moz at the end of the quarter. During the quarter, milling was impacted by a major 203-hour shutdown of the processing plant. Major works completed during the shutdown were the complete re-lines of the SAG mill and Ball mill No 2. The next major shutdown is planned for the September quarter 2020.

The new senior management team is embedded on site and the strategic review / optimisation is progressing well.

Technical work continues on updating the Resource and Reserves to JORC Code. This will be completed as part of the Resources and Reserves update planned for the September quarter 2020.

## Carosue Dam

Carosue Dam produced 49.5koz for the quarter at an AISC of A\$1,308/oz (December quarter 52.9koz @ A\$1,231/oz).

Mine operating cash flow for the March quarter was A\$46.2m. Net mine cash flow was A\$20.1m after growth capital of A\$26.2m. Key growth capital items included Deep South development (A\$9.3m) and the mill expansion (A\$7.9m).

The Karari - Dervish underground mine produced 52.5koz @ 2.5g/t (December quarter 56.1koz @ 3.2g/t). Paste filling of primary stopes was a key priority during the quarter, with more ore sourced from lower grade development activities relative to the previous quarter. As planned, stoping also progressed through a lower grade portion of the mine schedule. The Karari - Dervish head grade is anticipated to better align with the project to date grade of ~2.8 - 3.0g/t during the June quarter.

Deep South underground mine produced 1.2koz at 2.3g/t (December quarter nil). Stopping will commence during the June quarter.

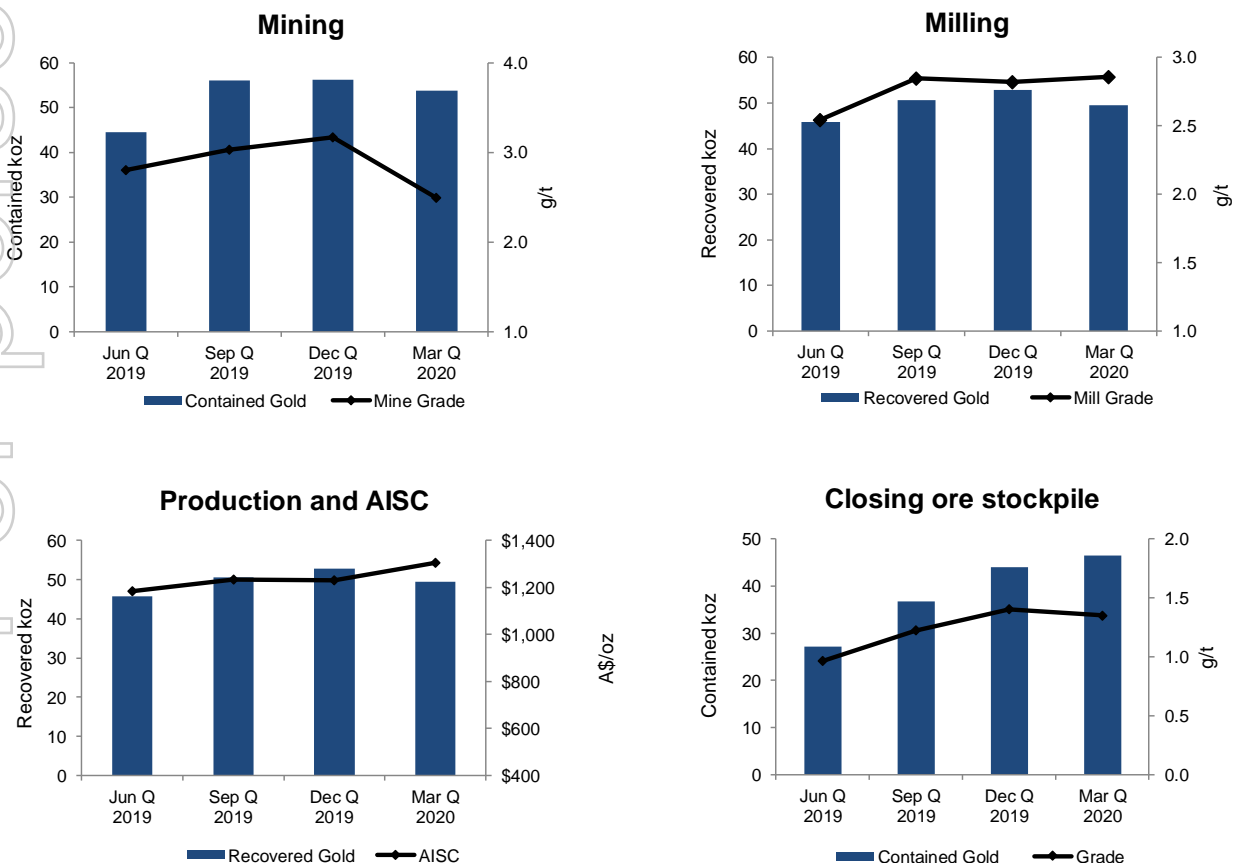
The mill processed 585kt at an average grade of 2.9g/t with a metallurgical recovery of 92.0% (December quarter 628kt @ 2.8g/t). During the quarter there was a scheduled shut-down at the processing plant to undertake a mill re-line and other critical maintenance activities.

No third party ore was treated during the quarter.

The mill expansion to increase throughput to 3.2Mtpa continued to make good progress. MACA-Interquip completed construction of the final CIL tank on schedule. This completes the CIL tank upgrade with two additional leach tanks now added to the processing circuit. The additional tanks provide opportunities to improve processing recoveries and support the increased mill throughput for the mill expansion. GR Engineering Services have commenced major construction works for the expansion. Work focused on civil earthworks and concreting for the mill foundations. As previously flagged, commissioning of the mill expansion has been delayed by one quarter to the March quarter 2021 due to COVID-19 related delays at the mill manufacturing plant in China.

Civil and construction works commenced for infrastructure works at the Porphyry Mining Centre, to support long-term open pit mining in the area. Grade control drilling commenced at the Million Dollar pit. Open-pit mining is on track to commence in September quarter 2020 to provide the additional ore to feed the mill expansion.

Figure 2 - Carosue Dam - Key trends



## Thunderbox

Thunderbox delivered another record quarter with 50.1koz at an AISC of A\$682/oz (December quarter 46.6koz @ A\$754/oz).

Mine operating cash flow for the quarter was A\$84.5m. Net mine cash flow was A\$64.3m after growth capital of A\$20.2m. Key growth capital items included Thunderbox D Zone development (A\$10.3m) and Thunderbox underground development (A\$8.0m).

Thunderbox C Zone pit continued to progress on schedule with the strip ratio during the quarter reducing to zero. The Kailis pit also progressed very well supplying good quantities of high grade oxide blend material to the mill. Closing stockpiles were 116koz at the end of the quarter.

In February, Thunderbox C Zone pit experienced a localised wall failure on the West Wall ramp that impeded access to mining ore. The opportunity was taken to ramp-up mining in the D Zone pit whilst the wall was remediated. Remediation activities are now complete with access to the bottom of the C Zone pit restored mid-April.

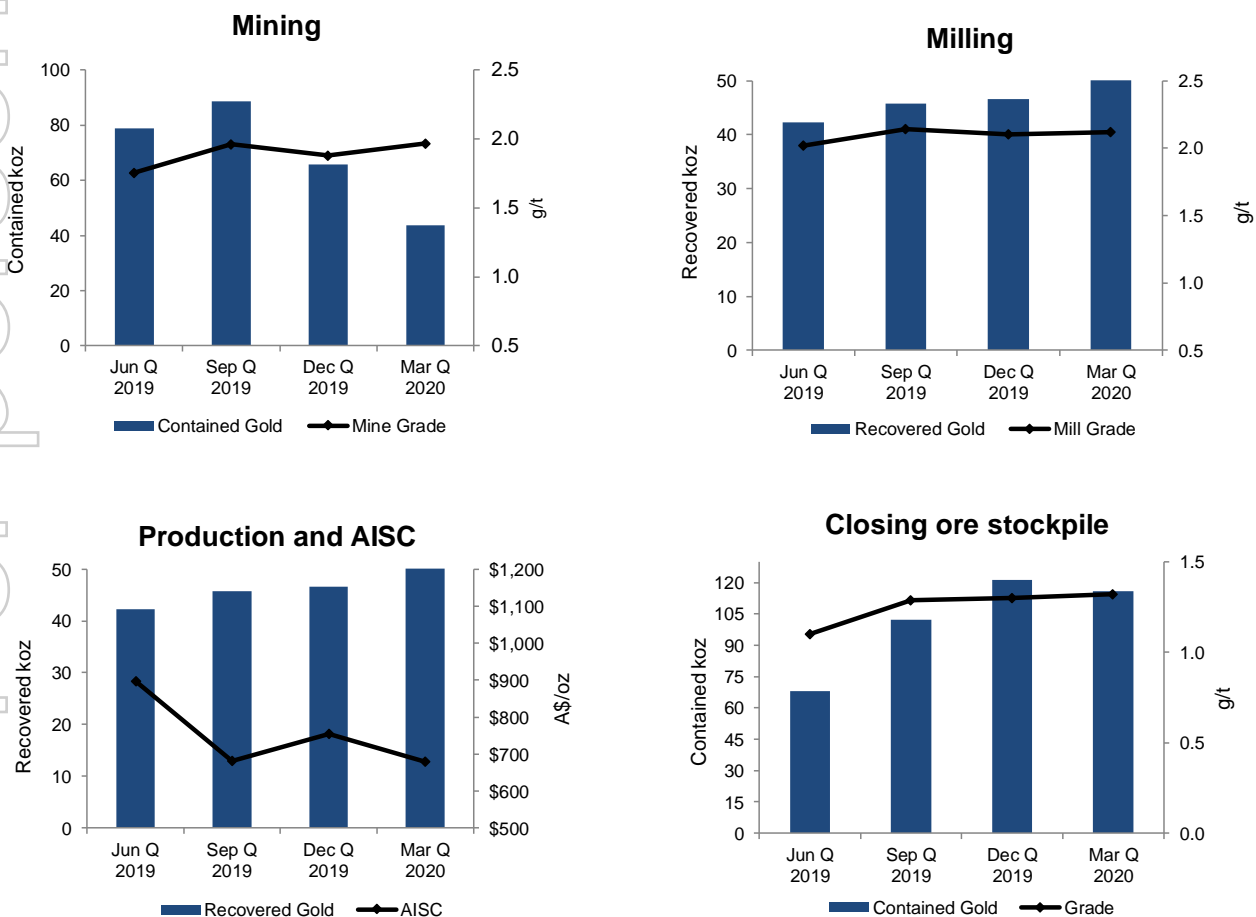
Mining at the Kailis pit (Stage 2) was completed ahead of plan in late March, however stockpiles will continue to supply high grade oxide blend to the mill during the June quarter.

Total material movement from the open pits was 1.7 million BCM, up 13% on the previous quarter as Kailis reduced in strip ratio and D Zone ramped up. Total open pit ore mined for the quarter was 689kt with a mine grade of 2.0g/t for a total of 43.7koz contained.

Development of the Thunderbox Underground continued to progress well with 1,071 meters of horizontal development completed. The tender for the ramp up of the underground mine was issued this quarter and the commencement of stoping activities remain on track for FY21.

The Thunderbox mill processed 767kt (up 4%) of ore at an average grade of 2.1g/t with a metallurgical recovery of 95.6% (up 1.6%).

Figure 3 - Thunderbox - Key trends



## Discovery and growth

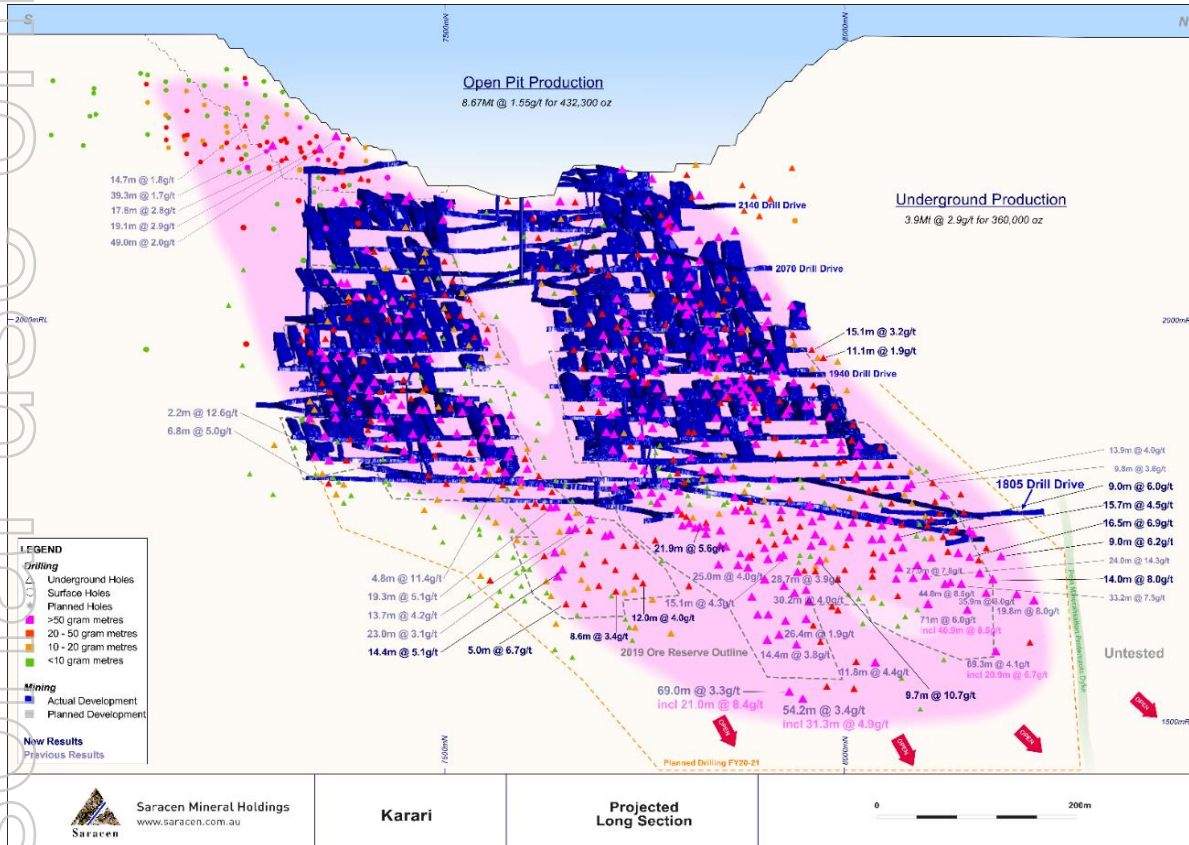
A\$14.0m was invested on exploration activities in the March quarter (December quarter A\$15.3m).

Recent highlights are summarised below (all results previously released - Refer to the ASX announcement 18<sup>th</sup> February 2020 "Strong start to FY20 exploration campaign paves way for further inventory growth").

### Carosue Dam

At Karari - Dervish, thick high-grade drill results included 22m @ 5.6g/t, 17m @ 6.9g/t, 14m @ 8.0g/t, 10m @ 10.7g/t, 14m @ 5.1g/t and 16m @ 4.5g/t.

Figure 4 - Karari Long Section with recent drill results



At the Atbara discovery (just 4km from the Carosue Dam mill), infill drill results included (aggregated):

- 86m @ 1.8g/t (including 45m @ 1.8g/t, 9m @ 5.7g/t and 32m @ 0.8g/t)
- 51m @ 1.5g/t (including 37m @ 1.4g/t and 14m @ 1.7g/t)
- 359m @ 0.5g/t

At Safari Bore, open pit-able drill results included 4m @ 19.3g/t, 26m @ 2.4g/t, 45m @ 1.5g/t and 36m @ 2.1g/t.

At the Carosue Dam Seismic Project, data has been received and interpretation is progressing.

### Thunderbox

At Otto Bore, open pit-able drill results included 15m @ 11.2g/t, 16m @ 5.7g/t and 7m @ 5.3g/t.

At Wonder North, Resource definition drilling has commenced (focused on the high grade shoot). Previous drilling results at Wonder North include 22m @ 6.0g/t, 24m @ 5.5g/t and 22m @ 4.3g/t.

### KCGM

The strategic review / optimisation continues (including exploration and growth).

### Business development

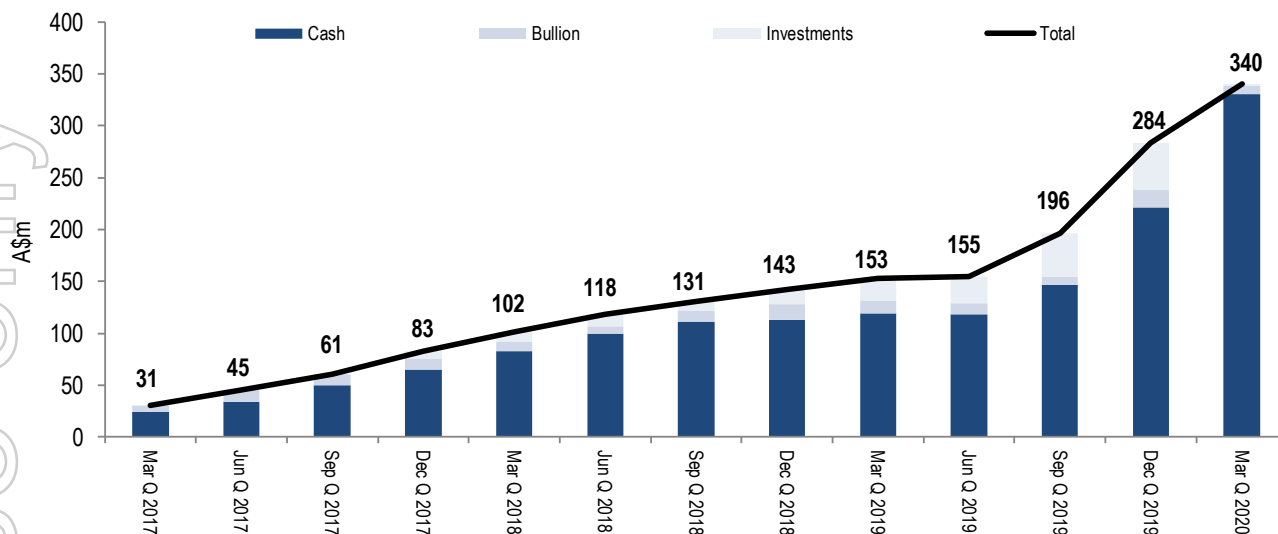
Saracen sold its 10.5% interest in Red 5 Limited (ASX: RED) in January 2020 for A30cps or approximately A\$39 million.

## Corporate and Finance

### Cash position

At 31 March 2020, total cash, bullion and investments were A\$340.3m and debt was A\$360.0m.

Figure 5 - Cash, bullion and investments



A\$10.1m was paid during the quarter in monthly tax instalments in relation to the FY20 tax year. In addition, a final FY19 tax year payment of A\$14.7 was also paid.

An additional **early debt repayment of A\$25m** was made in February. The next debt repayment of A\$38m is due June 2020. Post the quarter, the **A\$45m revolving credit facility was drawn to maximise cash reserves given COVID-19 uncertainty**.

### Gold sales

Gold sales for the quarter were 165,798oz at an average sale price of A\$2,228/oz, for sales receipts of A\$369.3m (note that gold sales excludes movements of gold in transit).

During the quarter A\$20.8m (unaudited) of the A\$369.3m of sales receipts were made from gold recovered from development activities at Thunderbox, Carosue Dam and KCGM (Morrison and Brown Hill pits). This amount will be offset against the capital development cost of these projects and **will not be accounted for as sales revenue in the financial accounts**.

### Super Pit transaction

Recognition of an accrual for estimated stamp duty of A\$32m is anticipated to be expensed in Saracen's FY20 financial accounts. Finalisation of the amount remains subject to assessment by the Western Australian Office of State Revenue.

### Hedging

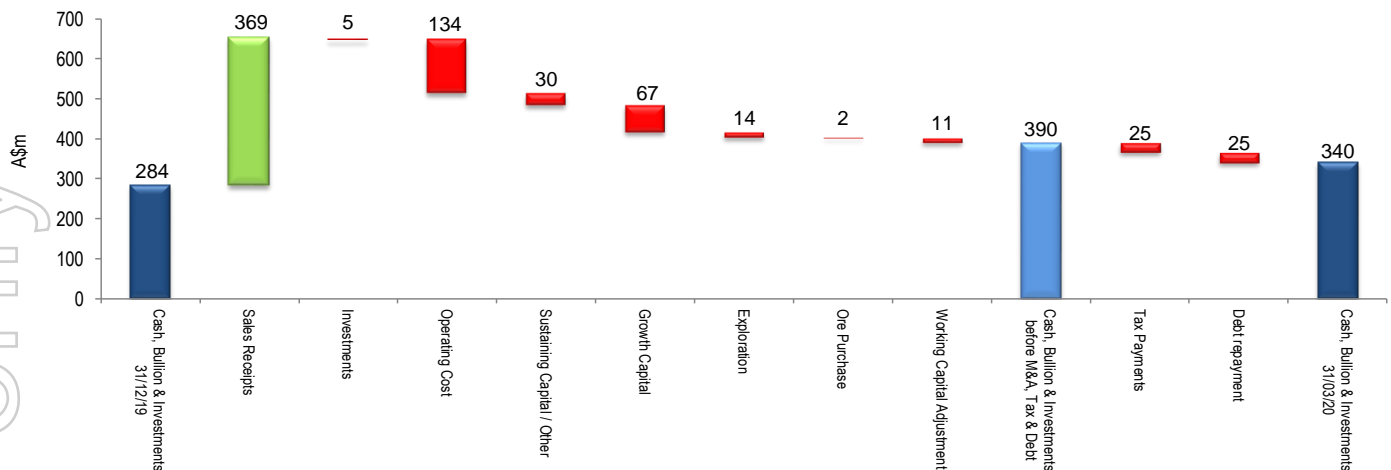
During the quarter 80,000oz of hedging was added at A\$2,385/oz. 77,000oz of hedging was delivered at A\$1,991/oz. At 31 March 2020, the hedge book comprised 542,500oz at an average delivery price of A\$2,056/oz.

Table 4 - Hedging at 31 March 2020

Quarter	Quantity	Price
	oz	A\$/oz
Jun-20	73,300	1,946
Sep-20	67,800	1,953
Dec-20	60,300	1,995
Mar-21	58,800	2,015
Jun-21	55,800	2,032
Sep-21	49,300	2,065
Dec-21	51,200	2,093
Mar-22	42,500	2,147
Jun-22	35,500	2,198
Sep-22	26,000	2,262
Dec-22	18,000	2,280
Mar-23	4,000	2,480
Total	542,500	\$2,056

## Cash flows

Figure 6 - March 2020 quarter cash movements



- **Operating Costs:** Cash outflows for mining, ore cartage, processing, and site administration.
- **Sustaining Capital / Other:** Cash outflows for royalties, sustaining capital works, open pit and underground development and corporate expenses.
- **Growth Capital:** Cash outflows for mine development (KCGM pre-strip A\$19.8m, Thunderbox D Zone A\$10.3m, Deep South A\$9.3m, Thunderbox Underground A\$8.0m, Karari-Dervish A\$4.0m), Carosue Dam Mill expansion A\$7.9m and miscellaneous items A\$7.6m.
- **Exploration:** Cash outflows for Carosue Dam (A\$7.7m), Thunderbox (A\$1.5m) and KCGM (A\$4.8m) exploration activities.
- **Ore Purchase:** Gold reconciliation adjustment of third party ore from December quarter

## Net profit after tax (NPAT)

During the quarter, Saracen generated an unaudited NPAT between A\$65m and A\$70m.

This announcement has been authorised for release to the ASX by Raleigh Finlayson, Managing Director.

## Corporate Structure:

Ordinary shares on issue:	1,102.9m
Unvested employee performance rights:	17.2m
Market Capitalisation:	A\$5.0b (share price A\$4.56)
Cash, bullion and investments (31 March):	A\$340.3m
Debt (31 March):	A\$360.0m
Substantial Shareholders:	Van Eck Global 10.0% BlackRock Group 9.8%

For further information please contact:

### Investors:

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### Competent Person Statements

The information in the report to which this statement is attached that relates to Exploration Results and Mineral Resources related to Gold is based upon information compiled by Mr Daniel Howe, a Competent Person who is a member of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Daniel Howe is a full-time employee of the company. Daniel Howe has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Daniel Howe consents to the inclusion in the report of matters based on his information in the form and context in which it appears.