

Media Statement

18 October 2018

KCGM Organisation Review

Following the rock falls in the Fimiston Open Pit in May, considerable work has been done on our plan for the remainder of 2018 and longer-term impacts continue to be assessed.

To ensure staffing levels are aligned with the resulting lower mining rates, KCGM is adapting its operating model which will result in a net reduction in our workforce.

“The impact of the rock falls has altered our production profile, requiring changes to our organisational structure across all functional areas. This necessary restructure is focused on providing a platform to enable sustainable growth in the future,” KCGM General Manager Cecile Thaxter said.

“As a result of the review, there is a reduction in the KCGM direct workforce of around 140 positions, but with existing vacancies and redeployment opportunities we expect only around a third of this group will be made redundant. We are working closely with affected employees to provide assistance to maximise redeployment or alternate work opportunities and are providing support from our Employee Assistance Program. The restructure has not reduced the current level of operators or maintainers.”

Updated guidance for KCGM is production of 560-660koz in 2018.

Media Enquiries:

Jarrold Riley

Phone: (08) 9022 1340

Email: jriley@kalgold.com.au