

MINUTES for 23rd August 2018

12.00 noon at CME Boardroom, 115 Egan Street Kalgoorlie

1 ATTENDANCE

CRG Members

Tony Stephenson
Jim Watson
Esmond Delaney
Ian Masarei
Elizabeth Coghill
Susan Owen
Peter Green

KCGM Members

Jarrold Riley
Kelly Nelson

Invited Guests

Matthew Cann – DMIRS
Alex Wiese - CKB

2 APOLOGIES

Cecile Thaxter

Trevor Donaldson - DAA

Murray Joyce

Mark Sweet

Tamera Sharp

Abnesh Chetty – DWER

Iris Haynes

Kyran O'Donnell MP

Louise Banks - DMIRS

Damien Montague - DMIRS

3 NOT IN ATTENDANCE

4 WELCOME GUESTS

5 MINUTES

Minutes of the meeting held 26th July 2018 were moved by Tony Stephenson and seconded by Susan Owen.

6 BUSINESS ARISING FROM MINUTES

Nil

7 AGENDA ITEMS

General Manager's Update: (Jarrod Riley)

- Overview of performance during July:
 - Health and Safety:
 - There was one recordable injury and one Significant Potential Events (SPE).
 - The Fatality Risk Management project was launched.
 - Operational Excellence:
 - Operating costs were in line with budget and forecast.
 - Performance continues to be affected by rock falls with costs per ounce significantly higher than budgeted.
 - Open Pit movement below budget due to geotechnical restrictions from May's East wall failure and adverse weather.
 - Underground production below budget but aligns with the forecast.

- The Fimiston circuit shutdown planned for 108 hours coming in at 126 hours impacted throughput for the month during which the Gidji UFG's were able to draw down concentrate stocks.
- The 2019 Business Plan was submitted to the both joint venture owners.
- Growth:
 - Exceptional safe productivity on the Kal East resource program at Mt Charlotte.
 - Southern exploration drilling program continues to progress ahead of forecast with all three drills also yielding strong, safe productivity and favorable unit cost.
 - The Golden Mile Growth Study team continues to work on evaluating long-term growth options at KCGM.
- People:
 - A trial of a nine-day fortnight roster for managerial, professional and support roles was implemented during July.
 - The Training and Development team conducted a "black-spot" safety review with a number of offsite facilities historically used for additional apprentice experience. This review identified some sites with strong safety management systems and cultures - as well as identifying a number of potential improvements required for some business partners before apprentices will be placed at these facilities.
 - Current employee turnover is around 17.1%.
- Sustainability and External Relations:
 - KCGM volunteers participated in Kalgoorlie boulder Urban Landcare Group (KBULG) Tree Planting Day.
 - The Business Resource Group unveiled the new names of the on-site meeting rooms.
 - Edition two of The Golden Mile Post was released.
 - Quarterly Noise and Groundwater Reports were submitted to the DWER and Fimiston Operating Licence amendments finalized approving FIM II Tailings Storage Facility (TSF) height increase.
 - Presented at the next assessment round of the DMIRS Community partnership Award in Perth.

KCGM Open Pit Dewatering Update (Jarrod Riley)

- KCGM has been working over the past 18 months to install two new bores (LOM 1 and LOM 2) to remove water from underneath the Fimiston Open Pit.
- The bores are a highly technical project due to the length and trajectory of the bore holes, the voids they are required to intersect and the sizing of the pumps required to pump the required water to meet our dewatering needs.
- Due to the Chaffers Bore being off line for a period of 18 months (2015-mid 2017) for a required upgrade, and significant delays with the installation of the new LOM bores, water has not been pumped out at a rate required to meet our mine plans.
- Mining has now reached the 580 level, and water is within the voids at the 588 level.
- Mining teams are currently drilling down to the 590 level, and are hitting both wet and dry holes.
- While the installation of the LOM bores and reinstatement of Chaffers are being expedited, our mine planning team is working to ensure we can continue our mining operations, with the safety of our people the highest priority.

Sustainability and External Relations Update: (Jarrod Riley)

- An overview of the 2018 Community Investment Programme, tours, events and awards was provided to the CRG group.
- The Safety Innovation Awards for quarter one and quarter two were announced. Quarter one the joint winners donated \$12,000 to the Kalgoorlie Boulder Men's Shed and quarter two donated \$6,000 each to the Eastern Goldfield's Cricket Associations and the Goldfield's Tennis Club.

8 GENERAL BUSINESS

TS thanked KCGM for providing the opportunity for the CRG to visit Hannans North Tourist Mine last month.

TS asked if there was still a hire freeze at KCGM. JR mentioned this was dependent on the position.

9 ACTIONS LIST

Action	Responsible	Timeframe	Notes
Add rock fall information slide to the lookout TV screen	JR/TS	By July CRG Meeting	Completed

10 CLOSE

11 NEXT MEETING

27th September 2018, meeting at CME Boardroom, 115 Egan Street, Kalgoorlie.