

ASX RELEASE

8 June 2022

Maldon Gold Processing Plant Upgrades

Kaiser Reef Limited ("Kaiser" or "The Company") is pleased to report that the first part of an upgrade, modernisation and maintenance programme at the 100% owned Maldon Gold Processing Plant was completed on schedule and budget by Kaiser's Maldon team.

The upgrade works are expected to deliver a 20% increase in throughput rates as well as gold recovery improvements. Reduction in unit costs through lower power consumption and more efficient operation are expected which would have a direct and significant impact of reducing operating costs.

Kaiser is proudly investing in the long-term improvement of its assets and strengthening the future of the operations. The Company is planning further improvement initiatives and with the recently increased hopper volume and improved design, we are already achieving unprecedented stability in the circuit. This is expected to result in increased tonnage rates and reduced operating costs. Ore processing was suspended for a 2 week period during this work. Processing has resumed and is now operating at full capacity. The work was conducted without incident and within the tight time frame planned to minimise production disruption.

The project to refurbish and upgrade the SAG milling circuit in the Maldon Plant. Phase one was completed in the last 2 weeks of May, with a newly designed SAG discharge hopper made by Gekko in Ballarat, installed along with the replacement of structural steel within the mill building and a rolling replacement of parts of the leaching circuit. The upgrade will also include the installation of newer "direct drive" type agitators. This will improve the energy efficiency, maintenance and reduce the noise footprint of the plant considerably for the benefit of the local community. Phase 2 is planned to include the replacement of the classification circuit with more efficient equipment and is currently scheduled to take place in July/August. Additional work programmes designed to further increase plant efficiency will be scheduled during the remainder of FY2023 and will include the replacement of PLC tanks and installing a fully digital SCADA control system.



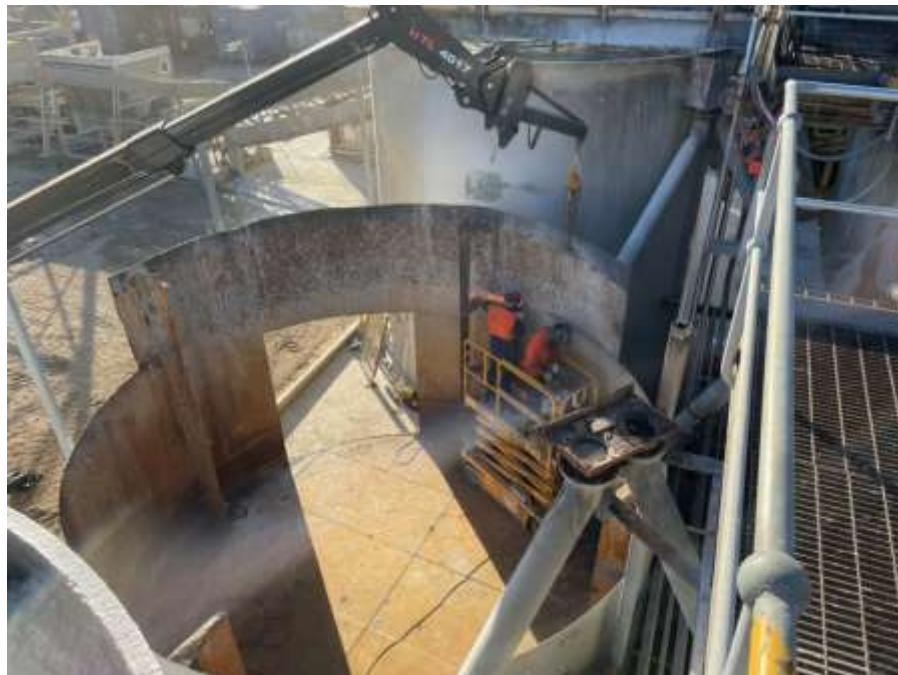
Old leach tank platform being removed



New discharge hopper installed in the SAG Mill building



SAG Mill plinth/foundation repairs



Primary Leach Circuit (PLC) tank upgrade programme

This announcement has been authorised for release to the market by Managing Director, Jonathan Downes.

For further information:

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Future Performance

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