



A1 Consolidated Gold

ASX Release – 22nd April 2016

Company Update and Board Changes

A1 Consolidated Gold Ltd
ABN 50 149 308 921

ASX: AYC

Investment Highlights:

A1 Gold Mine :

Mineral Resources in accordance with the JORC Code (2012)
Indicated – 250,000 t @ 5.1 g/t for 41,200 oz Au
Inferred – 1,170,000t @ 6.4 g/t for 240,000 oz Au

Maldon Gold Operations :

Fully operational 150,000tpa gold processing facility, Union Hill Mine, including underground development and infrastructure

Board of Directors:

Executive Chairman

Dale Rogers

Non-Executive Directors

Jamie Cullen
Anthony Gray

Company Secretary

Dennis Wilkins

Capital Structure:

552,689,252 Ordinary Shares
237,639,276 Listed Options
9,000,000 Unlisted Options
24,000,000 Unlisted Options
71,428,565 Convertible Notes

Contact:

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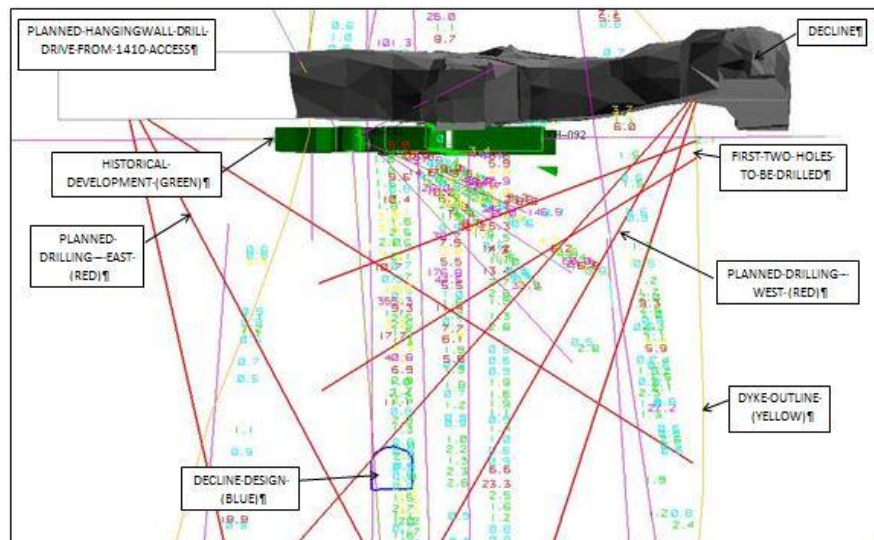
admin@a1consolidated.com

A1 Consolidated Gold Limited (ASX: "AYC") ("A1 Gold" or the "Company") is pleased to provide an operational update for Shareholders.

Drilling Campaign

Development of a hanging wall Drill Drive, from the 1410 access, has been prioritised to allow for better drilling angles when diamond drilling the ore zone below the 1400 level. In addition to this Drill Drive the present Decline is also an ideal drilling platform and will be utilised during diamond drilling. The Drill Drive and Decline will enable drill coverage down several levels and it is expected drilling will prove approximately 9 months of ore and move the Resource in this area from Inferred into a higher confidence Indicated category.

The Drilling Campaign commenced earlier this week in the Decline. It is expected this drilling will take several weeks during which time development will be paused.



Cross Section Looking North - Decline on East, 1410 Hangingwall Drill Drive on West and Proposed drilling in Red





Mining

Development, by mining contractor Pybar, has continued at the A1 Gold Mine with the Decline advancing along the Western side of the dyke past stockpile 10. Ore development on the 1410 North Drive has been completed and mining of the 1400 Ore Zone progressing.

Ground conditions within the mineralised dyke have continued to be very competent. A small area of poor ground was intersected in stockpile 10, off the Decline, requiring cable bolting and additional ground support.

Treatment

Ore mined from the 1410 North Drive is being trucked to the Company's Maldon Treatment Plant during weekdays with the mill currently operating on a single shift. The Maldon Treatment plant is achieving forecast throughput rates and availability.

Geology

Mineralisation on the 1410 Level is concentrated within dilational breccia zones, with higher gold grades located near the intersection of shear zones. Mined and recovered gold grades broadly align with those expected for the level being mined.

Board Changes

Following discussions between A1 and Mr Dennis Clark, the Company wishes to advise that upon expiry of Mr Clark's employment contract on 31 May 2016, Mr Clark's contract will not be extended. The Company also advises that Mr Dale Rogers has assumed the role of Executive Chairman.

Mr Clark was a founding director of the Company and has played a lead role in recommencing activities at the A1 minesite, development to the top of the orebody and milling at the Company's facility in Maldon.

Executive Chairman, Dale Rogers said, "the Board would like to acknowledge the contributions that Dennis has made in establishing and building A1 into an operating Victorian focused gold company". "Without Dennis's perseverance and determination over many years it is unlikely A1 would be in the position it is now".

As Executive Chairman Mr Rogers will receive the same entitlements as Mr Clark with a base salary of \$270,000 per annum (excluding superannuation entitlements). Mr Rogers will waive his usual Directors remuneration of \$75,000 per annum while in the position of Executive Chairman.





About the Company

A1 Consolidated Gold Ltd is an emerging junior Victorian gold producer that is developing the A1 Gold Mine near Woods Point and the Union Hill Mine at Maldon to mine ore for processing at the Company's fully permitted 150,000tpa Maldon gold processing facility.

As announced on 11 August 2015, the Company has also agreed to purchase the Eureka and Tubal Cain deposits near Walhalla, southeast of the A1 Gold Mine.

Location of Projects

