



**KALGOORLIE-BOULDER  
RESOURCES LTD**

ABN 48 106 732 487

**ACTIVITIES REPORT  
FOR THE QUARTER ENDED 30 JUNE 2007**

**HIGHLIGHTS**

- ***Continued exploration and development of the 1.23 Moz Norseman Gold Project***
- ***Strengthened balance sheet following receipt of \$1.795 million from sale of uranium assets and Siberia Project***
- ***Positive initial drilling results from Norseman Gold Project***
- ***Mining completed at Jackpot Gold Mine***
- ***Nickel sulphide potential confirmed at Clinker Hill Nickel Project***

Kalgoorlie-Boulder Resources Limited (the "Company") today announced its report for the June quarter.

During the quarter, the Company's restructured Board completed a wide-ranging strategic review that resulted in the Company resolving to focus on its 100%-owned Norseman Gold Project in the prolific South Yilgarn Greenstone Belt of Western Australia.

"We are extremely pleased with the significant progress reported in the June quarter," Chairman Michael Atkins said.

"We completed our strategic review, strengthened our financial position following the sale of our uranium assets and began our exploration program at the Norseman Gold Project."

"The decision to focus on the Norseman Gold Project has already been vindicated by positive early stage drilling results and we look forward to reporting further progress at Norseman in the coming quarter."

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“The Board believes that with its healthy financial position, a new Board and a renewed strategic focus on the exciting Norseman and Clinker Hill Projects, the Company has a very bright future.”

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**INTRODUCTION**

Kalgoorlie-Boulder Resources Ltd (ASX: KAL and KALO) (the “Company” or “KBRL”) is pleased to present the following activities report for the three months ended 30 June 2007.

**NORSEMAN GOLD PROJECT**

Following a wide-ranging strategic review, the restructured Board of KBRL resolved that the Company’s strategic focus will be the exploration and development of its 100%-owned Norseman Gold Project.

The \$1.795 million raised from the sale of the Company’s uranium assets and Siberia Project together with the expected cash flow from the final milling of ore from the Jackpot Mine (see below) will be used to aggressively advance the Norseman Gold Project.

An indicative timetable of key milestones associated with the Norseman Gold Project for calendar year 2007 is:

<b>Event</b>	<b>Date</b>
First exploration drilling results	July 2007
Commence Norseman scoping study	Q3 2007
Further exploration drilling results	Second half 2007
Complete initial exploration drilling program	December 2007
Upgraded JORC resource statement	December 2007
Complete Norseman scoping study	December 2007

The Company intends to review the various development options once the initial drilling program and scoping study is complete.

During the quarter, the Company commenced an initial 10,000 metre drilling campaign at the Norseman Project. This drilling program will be completed during 2007. The objective of the program is to upgrade and increase the mineral resources at the Mt Henry, Selene and North Scotia deposits where there is currently a total inferred resource of 1.23 million ounces at a 0.7 g/t cutoff.

Encouraging results were received from this initial drilling in early July 2007. The results extend the continuity of gold mineralisation 150 metres along strike at the North Scotia deposit and in-fill the existing inferred resources at Mt Henry and Selene.

Some of the more significant intersections were:

<b>North Scotia</b>		
7SSC130	2m @ 9.15g/t	from 66 metres
7SSC132	2m @ 7.97g/t	from 6 metres
7SSC133	2m @ 21.3g/t	from 28 metres
7SSC134	3m @ 3.15g/t	from surface
<b>Selene</b>		
7SELC041	3m @ 2.31g/t	from 85 metres
<b>Mt Henry</b>		
7HENC116	3m @ 2.50g/t	from 103 metres

The data acquired from this drilling program will now be used to commence resource upgrade work at the Mt Henry deposit and allow further drill hole planning for the Selene and North Scotia deposits.

**CLINKER HILL NICKEL PROJECT**

The Company received positive results from a soil sampling program at its Clinker Hill nickel project after quarter end. The results show a significant 700ppm nickel anomaly that measures 900 metres by 100 metres in a possibly favourable embayment in the basal

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contact. The program has also identified a 400ppm nickel anomaly which extends 5 kilometres along the basal contact. Both anomalies are coincident with copper, PGE's (platinum group elements) and cobalt. The Company considers these results to be highly significant as they demonstrate the strong potential for nickel sulphide mineralisation at Clinker Hill.

The Clinker Hill Project is located in a favourable geological setting on the western margin of the Bulong Ultramafic complex. The historic gold mining centre of Bulong is to the north of the project, the Blair nickel mine is 10 kilometres to the west and the Carnilya Hill nickel mine is 20 kilometres to the south.

The next step in the systematic exploration of the Clinker Hill Project is to complete a geochemistry program to identify the extent of the nickel anomalism in the north west section of the project area. This program is expected to be completed in the September quarter. A program of geophysics will then be initiated to identify conductive sulphide bodies to assist with RC exploration drill targets on the project.

### SALE OF URANIUM ASSETS

During the quarter, the Company announced the restructure of the sale of its uranium assets to Burey Gold Ltd ("Burey Gold"). The sale was restructured such that the consideration received by the Company will consist of \$1.75 million in cash and two million Burey Gold shares (currently valued at \$500,000). The issue of the shares to the Company is subject to Burey Gold shareholder approval on 13 August 2007.

The Company has received the \$1.75 million cash consideration from Burey Gold. The funds realised from the sale of the uranium assets strengthened the Company's balance sheet whilst preserving potential valuation upside from these uranium assets through the retention of a meaningful shareholding in Burey Gold.

### SALE OF SIBERIA PROJECT

Late in the quarter, the Company sold its Siberia Project for \$45,000 (plus GST) plus a gold and nickel royalty to Halcyon Group. The sale of the Siberia Project is part of the Company's new strategic focus on the Norseman Gold Project.

### JACKPOT MINE

Mining at Jackpot was completed in July 2007 and ore stockpiled for treatment. The completion of mining activities frees up the Company's technical resources for the exploration and development of the Norseman Gold Project.

The following table summarises mining activities at the Jackpot Mine during the June quarter:

	Jun Q	Mar Q	Dec Q	Sep Q
<b>Mining</b>				
Total Bcm's	31,440	28,777	43,968	117,811
Waste Bcm's	26,633	25,627	38,145	112,050
Ore Bcm's	4,807	3,150	5,822	5,761
Ore tonnes	13,701	8,796	16,886	16,316
Ore grade (g/t)	3.40	2.24	1.95	1.85
<b>Milling</b>				
Total ore tonnes	-	-	-	23,909
Reconciled feed grade (g/t)	-	-	-	2.22
Recovered ounces	-	-	-	1,603
Recovery (%)	-	-	-	93.9

The ore stockpile is expected to be treated in August at Higginsville Mining's mill at Greenfields near Coolgardie. Mill production is expected to realise approximately 4,350 ounces for the Company.

Now that initial open pit mining at Jackpot has been completed, the Company is in a position to properly evaluate the deep higher grade inferred mineralisation at the Jackpot Gold Project for a possible larger scale open pit or underground operation.

#### **CORPORATE**

The Company is now in a healthy financial position with approximately \$1 million in cash at 30 June 2007. In addition, the Company expects to receive net cash proceeds from the final milling of ore from the Jackpot Mine of approximately \$1.3 million (after treatment costs) this quarter.

With this strengthened financial position, a new Board and a renewed strategic focus on the exciting Norseman (gold) and Clinker Hill (nickel) Projects, the Company looks forward to a bright future.

#### **NEXT QUARTER ACTIVITIES**

- Commence Norseman scoping study
- Advance Norseman Project exploration and drilling

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