

PRODUCTION GROWTH IN 2012

Castlemaine Goldfields Limited (ASX: CGT) is a successful gold producer and explorer operating in Victoria's premier gold belt. The Company listed on the Australian Securities Exchange in 2005 and is headquartered at its Ballarat Gold Mine, located one hour from the capital city Melbourne.

Castlemaine Goldfields has access to two of Victoria's three largest historical gold producing areas (17m oz total) and holds a 100% interest in the Ballarat, Castlemaine, Tarnagulla and Berringa Goldfields with the Sebastian and Raydarra projects subject to a farm out agreement being established.

The Company made the transition from explorer to producer in 2011 with the first gold bullion poured in September from its Ballarat Gold Project. The mine has commenced a 6 – 9 month ramp-up in activities aiming to reach 50,000 ounces of annualised gold production, by the end of 2012.

The Company's current priority is to develop the decline into the high grade Mako lode in the Llanberris section of the mine.

A JORC compliant Inferred Resource was recently announced for the Mako Lode. An independent technical review of this and the Ballarat Mine plans, by Snowden Mining Industry Consultants, has endorsed the Company's approach to drilling and mining in order to determine commercial viability.

COMPANY FACTS

ASX Code: CGT

Focus: Mine development

Operating Area:

Bendigo – Ballarat zone, Victoria

Key Projects:

- Ballarat Mine
- Castlemaine
- Tarnagulla
- Berringa
- Sebastian / Raydarra (farmed out)

Shares on Issue: 152.8m

Market Capitalisation: ~ A\$15m

52 week high = A\$0.74

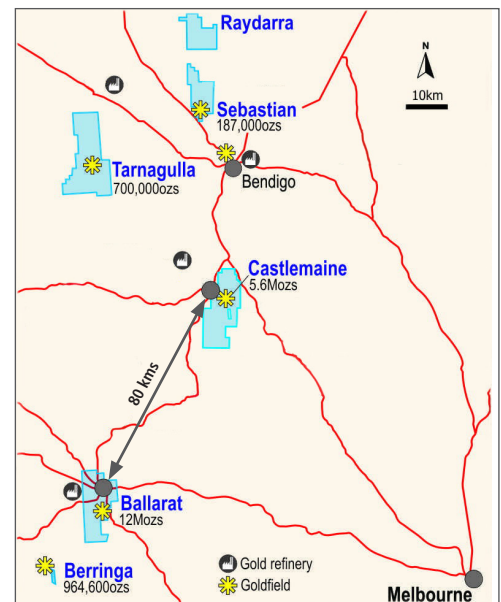
52 week low = A\$0.09

Cash: A\$ 10m end October 2011

Debt free

WHY INVEST IN CASTLEMAINE GOLDFIELDS?

- **Five projects** with a strong growth profile and strategies for value creation
- **World-class gold production facilities** at Ballarat
- **Gold production** from Ballarat set to increase to an annualised rate of 50,000oz, supported by a strong asset base and lease position
- Conducted **15,000 metres of underground diamond drilling** in 2010 and ongoing mine exploration continues to identify other nearby gold targets
- **High grade Mako Lode** has recently been confirmed with a JORC Inferred Resource and is the primary mining target in 2012
- Low capital entry cost (<\$10m). **No debt.** No hedging delivers solid leverage to the strong prevailing gold price
- **Anticipated high gold grades of 7.5 to 8.5 g/t gold** from the Ballarat project, with healthy margins per ounce estimated



CGT Tenements and Past Historical Production

CLEAR PATH TO VALUE CREATION

GOLD PRODUCTION (2011)

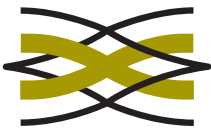
- Ballarat: Mine & commission
- Mine Exploration: +\$3m spend
- Regional Exploration: +\$4m at Castlemaine / Chewton, Berringa and Tarnagulla

GROW – 2012 to 2014

- Produce: Steady state targeting 50,000 oz pa from late 2012
- Ballarat Targets: Victoria, Sulieman Line
- Ballarat South
- Regional Targets: Chewton, Berringa and Tarnagulla

EXPAND – BEYOND

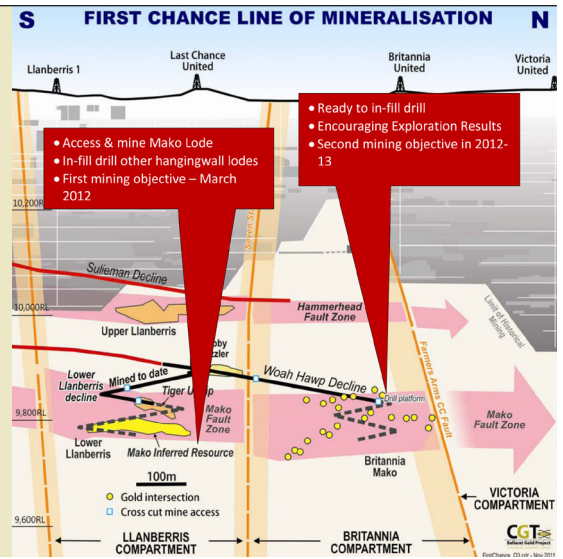
- Produce: Targeting 75,000 to 100,000 oz pa
- Multiple Ballarat sources
- Multiple regional ore sources



PROJECTS TO SUPPORT PRODUCTION GROWTH

BALLARAT MINE PROJECT

- Initial mining target in Llanberris has a 33,000oz JORC Inferred Resource at an estimated grade of 10.5 g/t Au (grade range 5 – 12 g/t)¹
- Initial production – from the First Chance Line of mineralisation (historical production from this line of 1.4m oz @ 9.2g/t Au across 3.5km strike length)
- 29.1m @ 32.1 g/t Au and other high grade results from the highly prospective and under-explored Sulieman Line, 200m to the west of the First Chance Line, suggesting a third ore source is possible from this area
- Exploration Target in the range 350,000 to 750,000 tonnes grading between 4 g/t and 7 g/t Au for the rest of the northern mine area, independently quantified²
- World-class, production-ready facilities capable of treating 600,000 tonnes per annum
- Accelerated production scheduled to reach an operational target of 50,000oz of gold per annum by the end of 2012
- In-mine targets clearly identified and drill platforms are now ready for in-fill drilling in the Britannia compartment



BERRINGA PROJECT

- Victoria's ninth largest hard rock gold field with 960,000oz of past production
- Ideal location, only 25 kilometres to the Ballarat mill
- A targeted drilling program would test for a substantial new ore source which could utilise the spare capacity of the Ballarat mill

SEBASTIAN / RAYDARRA PROJECT

- Focus on regional drilling along strike from known mineralisation and past mines
- Anomalous gold intersections and gold-bearing quartz suggest future shallow mining potential
- Subject to farm-out to Navarre Minerals (ASX: NML) who can spend \$1.3M to earn 75% in the projects
- JV ensures exploration continues to add value whilst the Company focuses on the Ballarat Mine Project

CASTLEMAINE PROJECT

- Victoria's third largest goldfield and Castlemaine Goldfields' tenements cover the entire goldfield
- JORC Inferred Resource of 475,000oz¹ at the Chewton Deposit, discovered by the Company in 2008
- An infill drilling program has been occurring for the Chewton Deposit and surrounding targets to assess the potential for an underground mining operation
- The Cappers project has potential for mining at shallow depths and lies within a commercial pine plantation
- The Bicentennial prospect is close to the remnant JORC Inferred Resource of 112,000oz¹ at the Wattle Gully Mine, last mined in 1990
- Recent results at Bicentennial include 2.7m @ 17.7 g/t Au



TARNAGULLA PROJECT

- Conveniently situated 80 kilometres from Ballarat
- Drill program to target higher grade zones along the Poseidon structure and other prospective and under-explored areas under cover (masked by shallow overlying sediments) has been occurring
- High potential exploration targets identified from historical exploration data combined with the Company's own recent studies and drilling results

BOARD OF DIRECTORS

Gary F.P. Scanlan

Non-executive Chairman

With a strong mining and finance background, Gary is an associate chartered accountant with over 20 years experience working with mining projects in Australia and overseas.

Matthew D. Gill

Managing Director and Chief Executive Officer

An experienced mining engineer with over 28 years' experience in the mining industry, Matthew has a strong technical and operational background. He has developed, constructed and commissioned two underground gold mines.

Peter L. McCarthy

Non-executive Director

Drew D. Henry

Non-executive Director

Peter R. Lester

Non-executive Director

¹ Mineral Resources which are not Ore Reserves do not have demonstrated economic viability. The estimate of Mineral Resources may be materially affected by environmental, permitting, legal, title, taxation, socio-political, marketing, operational cost, metal price, mining control, dilution or other relevant issues. There has been insufficient exploration to define these Inferred Mineral Resources as an Indicated or Measured Mineral Resource, as there are insufficient close-spaced drill hole data to adequately define grade and geological continuity for this structurally complex deposit. It is uncertain if further exploration will result in upgrading the Inferred Mineral Resource to an Indicated or Measured Mineral Resource category or to Ore Reserves.

² An Exploration Target is a hypothetical view of mineralised reef which is not necessarily economic. It is not a Mineral Resource or Ore Reserve. There is no guarantee that tonnages will be either realised or economic. Further study, including underground development and diamond drilling is required.