



A1 Consolidated Gold

ASX Release – 01st October 2013

Confirmation of Completion of Tranche 1 Share Placement and Clarification Re 24 September 2013 Announcement

A1 Consolidated Gold Ltd

ABN 50 149 308 921

ASX:AYC

Investment Highlights:

Advanced project on granted mining lease – fully operational mine site including underground development & infrastructure

Mineral Resources in accordance with the JORC Code (2004)

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

Developing decline at approx 100 metres per month

Board of Directors:

Chairman

Ashok Parekh

Managing Director

Dennis Clark

Non-Executive Directors

Morrie Goodz

Peter Chen

Joint Company Secretary

Emma Walczak

Dennis Wilkins

Capital Structure:

162,346,852 ordinary shares

28,666,667 unlisted options

Contact:

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Dennis Wilkins

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Confirmation of Completion of Tranche 1 Share Placement

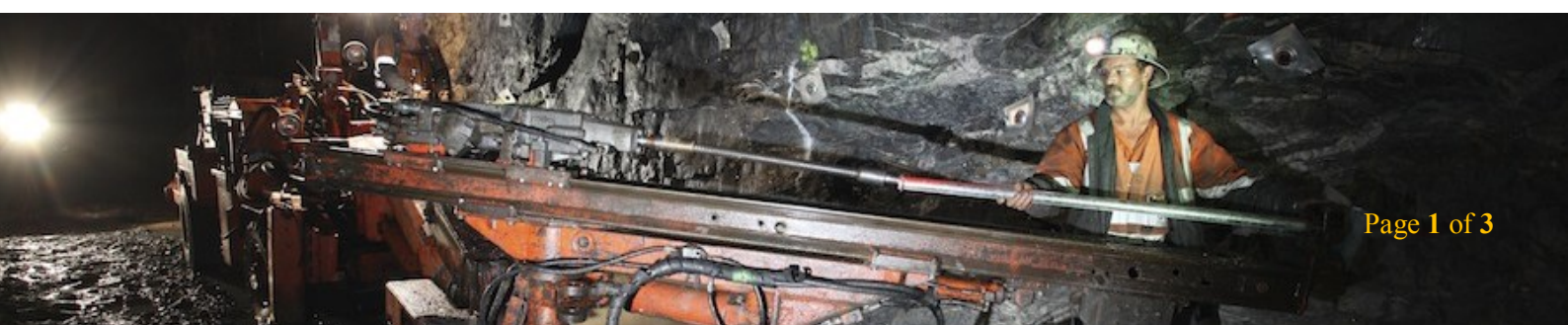
A1 Consolidated Limited ASX: AYC (**A1** or **the Company**) is pleased to advise that it has completed the placement of a total of 24,137,931 ordinary fully paid shares to LionGold Australia Pty Ltd, a wholly owned subsidiary of LionGold Corp Ltd (SGX:Code:A78) (**Tranche 1 Placement Shares**). The Company issued 20,731,338 shares under Listing Rule 7.1 and 3,406,593 under Listing Rule 7.1A. An Appendix 3B and Section 708A(5) of the Corporations Act Notice relating to the allotment was lodged with ASX on 27 September 2013.

In accordance with the requirements of ASX Listing Rule 3.10.5A, the following information is provided:

- The dilution to existing shareholders as a result of:
- The issue under Listing Rule 7.1 is 12.77%;
- The issue under Listing Rule 7.1A is 2.10%; and
- The total placement is 14.87%.

No existing security holders participated in the placement of the Tranche 1 Placement Shares.

The issue of the Tranche 1 Placement Shares was made as it was considered a more efficient mechanism for raising money for the Company. The placement did not expose the Company to market volatility that might have been experienced over a more protracted capital raising process such as that experienced in other capital raising avenues. There were no underwriting arrangements and there were no fees payable to brokers in connection with the issue.





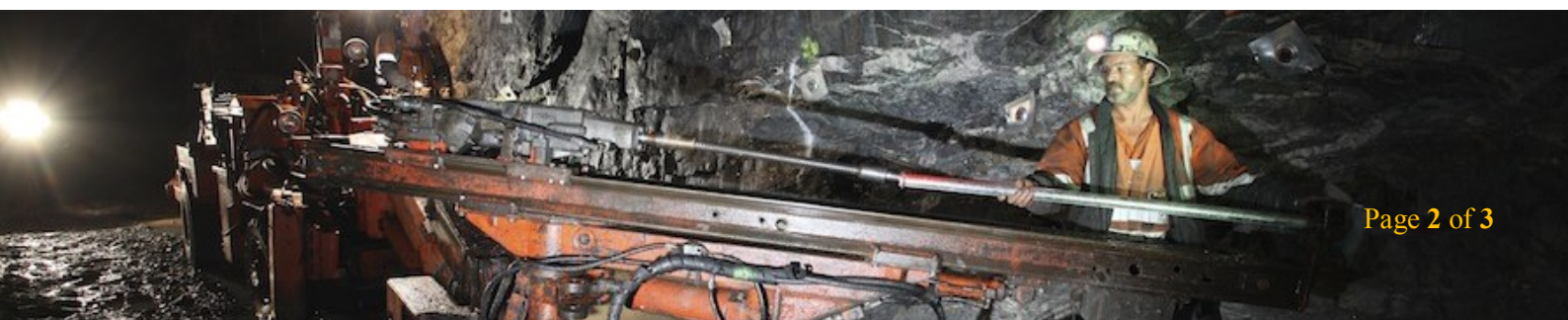
Clarification of 24 September 2013 ASX Release

A1 wishes to clarify content contained in its Australian Securities Exchange (“ASX”) release of 24 September 2013 relating to the mine (“September Release”).

On page 3 of the September Release, a mining inventory of an estimated 817,000 @ 6.69 g/t was referred to.

This term is not a defined term for the purposes of the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code). The Company did not intend to imply that the term “MINING INVENTORY” is such a defined term nor that a JORC Code compliant Reserve had been determined as at the time of the September Release.

As noted in the September Release, issue of the second tranche of shares to LionGold Corp Ltd and further development of the A1 Mine remains conditional on AYC obtaining shareholder approval at its AGM and approval from any necessary government agencies (including the Foreign Investment Review Board for LionGold Corp Ltd to acquire more than 15% of the Company).





About the Company

A1 Consolidated Gold Ltd is a junior gold exploration company focused on developing the A1 Gold Project in the Woods Point – Walhalla Goldfield located in north-eastern Victoria (Figure 4). The Company has also acquired two mineral tenements to the north of the A1 Gold Mine for further exploration. A1 Consolidated Gold is currently undertaking underground development at the A1 Gold Mine. The mining design is for a bulk mineable block.

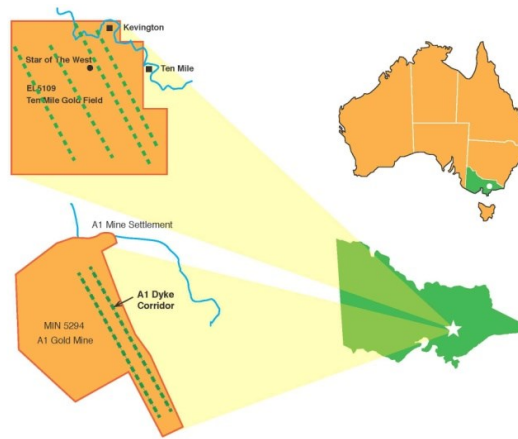


Figure 4: Location of Tenements

Competent Persons Statement

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr David Sharp who is a member of The Australian Institute of Geoscientists. Mr Sharp is a full time employee of A1 Consolidated Gold Limited, and has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration, and to qualify as a Competent Person as defined in the 2004 Edition of the JORC Code. Mr Sharp has given his consent to the inclusion in the report of the matters based on this information in the form and context in which it appears. Information that relates to exploration and production targets refers to targets that are conceptual in nature, where there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

Forward Looking Statements

Certain statements made during or in connection with this communication, including, without limitation, those concerning the economic outlook for the mining industry, expectations regarding gold prices, exploration costs, production costs and other operating results, growth prospects and the outlook of A1 Consolidated Gold Limited's operations contain or comprise certain forward looking statements regarding A1 Consolidated Gold Limited's exploration & development operations, economic performance and financial condition. Although A1 Consolidated Gold Limited believes that the expectations reflected in such forward-looking statements are reasonable; no assurance can be given that such expectations will prove to have been correct.

Accordingly, results could differ materially from those set out in the forward looking statements as a result of, among other factors, changes in economic and market conditions, success of business and operating initiatives, changes that could result from future acquisitions of new exploration properties, the risks and hazards inherent in the mining business (including industrial accidents, environmental hazards or geologically related conditions), changes in the regulatory environment and other government actions, mine development and operating risks, delays in obtaining governmental approvals or financing or in the completion of development or construction activities, discrepancies between actual and estimated production, risks inherent in the ownership, exploration and operation of or investment in mining properties, fluctuations in gold prices and exchange rates and business and operations risks management, as well as generally those additional factors set forth in our periodic filings with ASX. A1 Consolidated Gold Limited undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events.

