



**KALGOORLIE-BOULDER
RESOURCES LTD**
ABN 48 106 732 487

9 March 2006

Australian Stock Exchange Limited
Exchange Plaza, Level 8
2 The Esplanade
PERTH WA 6000

Attention: Mr Vickrem Naicker

Facsimile No.: 08 9221 2020

Dear Vickrem

RESPONSE TO ASX PRICE QUERY

We refer to your correspondence dated 9 March 2006 and respond to the questions you raised in response to the change in the Company's share price:

1. The Company is not aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company. Having said that, the Company does note the following with regards to its portfolio of interests in gold, uranium and oil & gas:

Oil & Gas

On 7 March 2006 the Company announced the commencement of drilling for oil and gas on the Wilson Prospect located in Oklahoma, USA. On 8 March 2006, Tomahawk Energy Ltd (ASX: THK) released an announcement in relation to their interest in the Caney and Woodford shale deposits located in Oklahoma, *adjacent to the Company's Wilson Prospect*. Tomahawk's announcement refers to highlights from the AAPG Journal article which include:

- High gas prices, established infrastructure enhance the economics and are speeding up shale gas exploration across the Arkoma Basin.
- After the success of the Barnett Shale, many mid continent gas producers began searching for next big shale gas plays.
- These companies are targeting the Caney Formation, age equivalent to the Barnett Shale. There are signs of boom mentality surrounding the Arkoma shale gas play.
- Explorers are scrambling to grab leases in shale gas plays on both the Arkansas and Oklahoma side of the Arkoma Basin.

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Their announcement also referred to the commissioning of the 'globally recognised' Gaffney, Cline and Associates ('GCA') to prepare a report on the Oklahoma project, and to issue an interim letter summarising the Reserves and Contingent Resources net to Tomahawks interests. GCA estimated Contingent Resources to Tomahawk to be in the order of 20 to 70 Bcf with a 'best estimate' of 45 Bcf in the leases where Tomahawk has interests but where drilling has yet to take place. Tomahawk went on to state that 'the directors also believe there to be substantial resource upside through both higher gas content ... and a higher recovery factor ... both [(as calculated by GCA)] are well below what is currently being experienced in the Barnett Shale ...'.

Gold

On 2 February 2006, the Company announced the lodgement of the Notice of Intent ('NOI') to develop an open pit to mine gold bearing ore at the Company's Jackpot Project. It is expected that the review of the NOI will be completed in the near future clearing the way for the commencement of mining at the Jackpot Project. The mine plan, as announced, estimated a Probable Mining Reserve of 55,000 tonnes at 3.1 g/t to produce 5,300 ounces of gold. Forecast revenue for the project was approximately A\$3.6 million based on a gold price of A\$660 per ounce. The Company notes the current gold price is in excess of A\$750 per ounce.

2. Not applicable.
3. The Company is not aware of any other explanation for the price change in the securities of the Company other than those listed above.
4. The Company confirms that it is in compliance with the listing rules and in particular listing rule 3.1

Please do not hesitate to contact me should you have any additional queries.

Yours faithfully



John Coles
Company Secretary



ASX

AUSTRALIAN STOCK EXCHANGE

9 March 2006

John Coles
Company Secretary
Kalgoorlie Boulder Resources
48 Lake Street
NORTHBRIDGE WA
6003

By Facsimile: (08) 9228 8685

Dear Sir

Kalgoorlie Boulder Resources (the "Company")

RE: PRICE QUERY

We have noted a change in the price of the Company's securities from \$0.13 on 2 March 2006 to a high of \$0.18 today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price change and increase in volume, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?
2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?
4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail at vickrem.naicker@asx.com.au or by facsimile on facsimile number (08) 9221 2020. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than 5.00 PM (WST), Thursday 9 March 2006.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 - Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 - Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following,

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely,



Vickrem Naicker
Adviser, Issuers

Direct Line: (08) 9224 0032