



**KALGOORLIE-BOULDER
RESOURCES LTD**

ABN 48 106 732 487

1 July 2008

Register	
HIN/SRN	
No of Options Held	
Amount payable if exercised in full	

Dear Option Holder,

YOUR OPTIONS TO ACQUIRE KALGOORLIE-BOULDER RESOURCES LIMITED SHARES AT \$0.20 PER SHARE EXPIRE ON 31 JULY 2008

We are writing to you as a registered holder of 31 July 2008 options in Kalgoorlie-Boulder Resources Limited to remind you that the options will expire at 5:00pm (WST) on 31 July 2008.

Your option holding may be exercised in whole or in part by payment of \$0.20 for each option by no later than 31 July 2008. If payment is not received by 5:00pm (WST) on 31 July 2008 the options will lapse and all rights under the options will cease at that time.

Some of the courses of action available to you as a holder of these soon to expire options are:

- Exercise the options on or before 31 July 2008.
- Sell your options. Quotation of the options on ASX will cease at the close of trading on 24 July 2008.
- Do nothing (i.e., allow your options to expire). If you do not exercise or sell your options they will expire on 31 JULY 2008 and your right to subscribe for ordinary shares in Kalgoorlie-Boulder Resources Limited at \$0.20 per share will lapse.

There is no obligation on option holders to exercise their options. However, under paragraph 6.1 of Appendix 6A of the Australian Stock Exchange (ASX) Listing Rules, the Company is required to advise option holders of the information contained in this notice.

The market sale price of ordinary shares in Kalgoorlie-Boulder Resources Limited on ASX was \$0.061 cents on 30 June 2008, being the last trading day in Perth prior to the date of this notice.

During the three (3) months preceding the date of this notice:

- the highest market sale price of ordinary shares on ASX was \$0.11 on 17 April 2008; and
- the lowest market sale price of ordinary shares on ASX was \$0.054 on 24 June 2008.

If you wish to exercise your options then you must complete your "Notice of Exercise of Options" form attached to this notice and forward it together with payment of \$0.20 per option exercised to be received no later than 5:00pm (WST) on **31 July 2008** to the Company's share registry, being:

Advanced Share Registry Services

PO BOX 1156
Nedlands WA 6909

OR

150 Stirling Hwy
Nedlands WA 6009

Cheques should be made payable to "**Kalgoorlie-Boulder Resources Limited**" in Australian dollars only and should be crossed "Not negotiable". If you have any further questions please do not hesitate to contact our Registry on telephone: +61 8 9389 8033, facsimile: +61 8 9389 7871, or e-mail: c.chan@advancedshare.com.au.

Yours faithfully

**ANDREW CHAPMAN
COMPANY SECRETARY**

Unit 10 Vosper House 31 – 33 Dugan St Kalgoorlie
PO Box 10808, Kalgoorlie WA 6430
Tel: 08 90217 200 Fax: 08 90 217 277
admin@kbrl.com.au
www.kalgoorlieboulderres.com.au

For personal use only

KALGOORLIE-BOULDER RESOURCES LIMITED

ACN 106 732 487

KALO

APPLICATION FOR SHARES UPON EXERCISE OF OPTIONS

I/ We, Mr/ Mrs/ Miss

First Names/ Company Name

Surname/ Australian Company Number

Address _____

Postcode _____

Contact Telephone Number _____

The registered holder(s) of the Option evidenced by the reverse side of this certificate hereby exercise my/ our Option for

_____ and
In figures

_____ and
In words

enclose application money \$ _____

(amount payable on exercise)

I/We whose full name(s) and address(es) appear above hereby apply for the number of Shares shown above (or shares allocated to me/us by the Company in respect of this application). I/We agree to be bound by the Constitution KALGOORLIE-BOULDER RESOURCES LIMITED.

Securityholder Reference Number (S.R.N.) _____

Complete this only if you are Issuer Sponsored.

Signature Of Shareholder(s)
(All joint holders must sign)

Signature Date

Signature Date

Signature Date

Companies Only - Executed in accordance with the Company's Constitution and the Corporations Act 2001.

Sole Director and Sole Secretary Date

Director Date Secretary Date

Director Date Director Date

Note: If signed under Power of Attorney, a Certified Copy of the relevant Power of Attorney document must be exhibited to the Registry.
The Attorney declares that he/she has had no notice of revocation of the Power of Attorney.

Options Term and Conditions

The terms and conditions under which options to acquire ordinary shares in the Company are as follows:

1. Each option entitles the Holder, when exercised, to one fully paid ordinary share in the Company.
2. The options are exercisable on or before 5pm (WST) on 31 July 2008 by completing an option exercise form and delivering it together with the payment for the number of Shares in respect of which the options are exercised to the registered office of the Company. If not exercised by that date the Option will lapse.
3. The option exercise price is \$0.20 per option.
4. An option does not confer the right to a change in exercise price or a change in the number of underlying securities over which the option can be exercised.
5. Subject to the Corporations Act, the ASX Listing Rules and the Company's Constitution, the options are freely transferable and are quoted on ASX (ASX Code: KALO).
6. All Shares issued upon exercise of the options will rank pari passu in all respects with issued Shares. The Company will, within 5 days, apply for official quotation by the ASX of all Shares issued upon exercise of the options.
7. There are no participating rights or entitlements inherent in the options and the holders will not be entitled to participate in new issues of capital offered to Shareholders during the currency of the options. However, the record date for determining entitlements to any such issue will be determined in accordance with the ASX Listing Rules. This will give the Holder the opportunity to exercise their options prior to the date for determining entitlements to participate in any such issue.
8. In the event of any reconstruction (including consolidation, sub-division, reduction or return) of the issued capital of the Company, all rights of the option holder will be changed to the extent necessary to comply with the Listing Rules applying to the reconstruction of capital at the time of the reconstruction.
9. If there is a bonus issue to shareholders, the number of shares over which the option is exercisable may be increased by the number of shares which the holder of the option would have received if the option had been exercised before the record date for the bonus issue.
10. In the event that a pro rata issue (except a bonus issue) is made to the holders of the underlying securities in the Company, the exercise price of the options may be reduced in accordance with Listing Rule 6.22.

Cheques should be made payable to KALGOORLIE-BOULDER RESOURCES LIMITED, crossed "Not Negotiable", drawn on an Australian Bank and posted to Advanced Share Registry Services, PO Box 1156, Nedlands, Western Australia 6909.

NOTE: OPTIONS NOT EXERCISED BY 31 JULY 2008 WILL AUTOMATICALLY EXPIRE.