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30 April 2015

QUARTERLY REPORT FOR THE THREE MONTHS ENDED 31 MARCH 2015

HIGHLIGHTS

- **Cokal announces updated JORC Resource Statement for Bumi Barito Mineral (BBM) Project**
  - **Total Coal Resource estimate of 266.6Mt at BBM.**
  - **Comprised of 19.5Mt Measured (an 85% increase on previous estimate), and 23.1Mt Indicated Resources (a 70% increase on previous estimate).**
  - **Measured and Indicated Resource increase attributed to the addition data from outcrop mapping and sampling of B, C and D Seams**
  - **Measured and Indicated Resources encompass BBM's open pit 10 year schedule at 2mtpa**
  - **B, C and D Seams Measured and Indicated Resources confirm <7% ash content for initial 18 months mine schedule without the need for beneficiation.**
  - **Large portion of BBM Resource is amenable to underground mining due to very favourable ground conditions**
  - **New Indonesian Laws allow Cokal to retain a maximum 70% ownership for life-of-mine on the basis of conducting underground mining of BBM.**
- **BBM Strengthens Project Funding Package For BBM**
- **Issue of BBM Port Construction & Operation Approval**
- **Cokal Receives Unsolicited Takeover Proposal**

EXPLORATION

INDONESIA

BBM Project

BBM's Production IUP covers an area of 14,980 hectares (ha), immediately adjacent to BHP Billiton's Juloi tenement, straddling the Barito River and has multiple seams of high quality metallurgical coal.

Highlights

- **Completed update of detailed geological model evaluation of all coal seams defined in East Block BBM Concession Area.**
- **Completed Estimation of Coal Resource Report Update of East Block BBM Concession Area in accordance with the 2012 JORC Code.**

GEOLOGICAL MODEL UPDATE

Since 2011, Cokal has conducted a comprehensive coal exploration program including an extensive Lidar topographic survey accurate +/-0.1m coordinates and +/-0.5m elevation, detail geological outcrop mapping, an exploration drilling programme, geophysical borehole survey, coordinate borehole survey and analytical testing of coal samples acquired from boreholes and outcrops. The detailed exploration activities were focused on the Eastern portion of BBM, east of the Barito River and were conducted to a level of standard which complies with international best practice in exploration procedures.

Based on the geological data acquired recently from outcrop channel sampling of the coal seams, Cokal's geologists have updated the detailed geological model incorporating the structural and analytical interpretation of the East Block of BBM.

The geological data and model evaluations comply with the requirements of the 2012 JORC Code,

According to the down-hole geophysical logs and seam outcrop mapping, Cokal has readily correlated nine (9) coal seams throughout the eastern part of project area which have identified alphabetically starting from Seam A at the base of the stratigraphy, up to Seam J (Figure 1).

The seams range in thickness from 0.2 to 2.55m and typically consist of bright coal occasionally interlaminated with a carbonaceous mudstone parting. The coal itself is often described as "bright" or "bright with minor dull bands" due to its high vitrinite content. The coal is soft (generally with HGI >90) and easily broken. The interburden thicknesses between the coal seams in a single horizon generally vary from 1.5m to 18m. The seams dip to the south and southwest, ranging from 5 to 15 degrees.

Three seams in the lower part of the sequence, B, C and D, are grouped close together to form about 3.5m of coal in an 8m section. This section is considered to be particularly economically favourable for open pit mining.

Seam J is the uppermost seam of the stratigraphic sequence in the east portion of the BBM tenement. Seam J occurs about 260-280m stratigraphically above Seam D. While B, C and D seams comprise primarily of coking coal and some PCI/Anthracitic products, the Seam J, which has the potential to provide a significant portion of open pit mineable coal, comprises of a potential premium coking coal product throughout its occurrence in the East Block of BBM.

Based on the extensive exploration drilling and mapping program, Cokal could not find any evidence of the igneous intrusions in BBM East Block. The exploration results did confirm the a few major structural discontinuities tending northwest-southeast and that these features are considered to have minimal impact on mining.

Figure-1: Coal Stratigraphic Sequence in Eastern Portion of BBM Coal Project

SEAM	THICKNESS	LITHOLOGY	DESCRIPTION
			Siltstone, Medium to dark grey, fresh
J	1.50		Coal, Brittle, black, medium hardness, soft, bright dull, black streak
	154.40		Sandstone, fine grain, well rounded, well sorted, grey, fresh, abundance quartz minerals in grain
H	0.75		Coal, Black, black streak, bright, bright, brittle
	15.75		Sandstone, light grey, very fine to fine grained
G	0.59		Coal, Bright, bright, medium to dark, black streak, brittle, blocky, fresh, medium hardness
	22.05		Siltstone, Medium to dark grey, fresh
F	0.55		Coal, Bright, bright, medium to dark, black streak, brittle, blocky, fresh, medium hardness
	7.88		Siltstone, Medium to dark grey, fresh
E	0.39		Coal, Bright, bright, black, blocky, brittle/broken dominated to solid, fresh, soft
	13.48		Sandstone, Fine grained, medium to dark grey towards top and base unit, grey towards middle unit, coal minerals towards top and base unit
D	1.32		Coal, Black, bright dull, sub concoidal, common, moderate weathered, soft
	4.26		Sandstone, dark grey, carbonaceous towards top of unit, laminated, fine to medium grained, fresh, hard, multiple orientations
			Siltstone, Medium to dark grey, fresh
C	1.09		Coal, black, bright, bright, broken core, blocky, multiple orientations, fresh
	1.48		Sandstone, Very fine to fine, dark grey, fresh, medium hardness, loose, sparse, quartz
B	0.95		Coal, black, bright, bright, broken core, blocky, multiple orientations, fresh
	12.92		Siltstone, Dark grey to black, very fine, medium to soft hardness, flaky, common, quartz
A	0.40		Coal, Black, bright dull, sub concoidal, common, moderate weathered, soft
			Siltstone, Dark grey to black, very fine, medium to soft hardness, flaky, common, quartz

Figure-2: Structure Contours of Seam B Floor

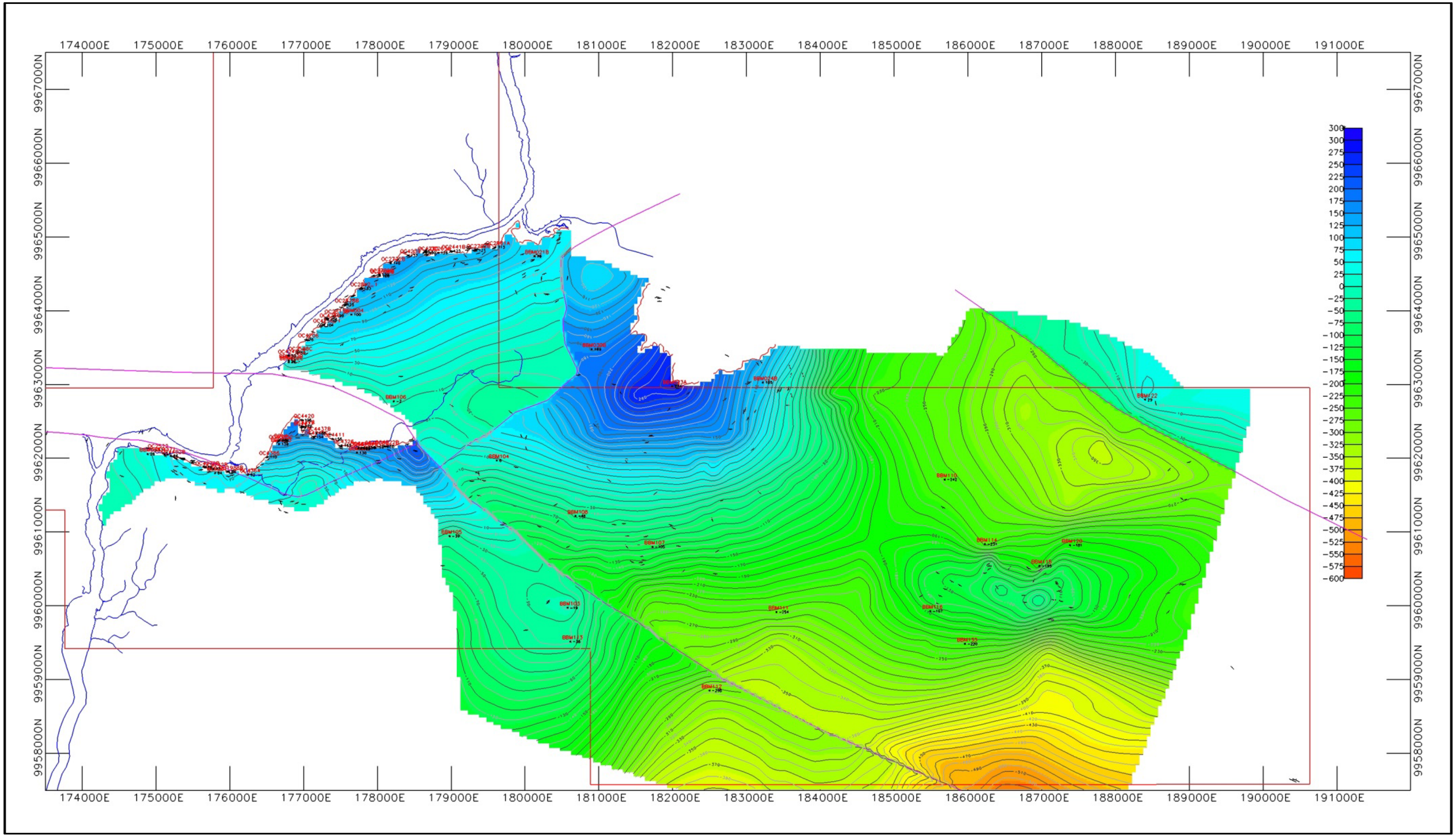


Figure-3: Structure Contours of Seam C Floor

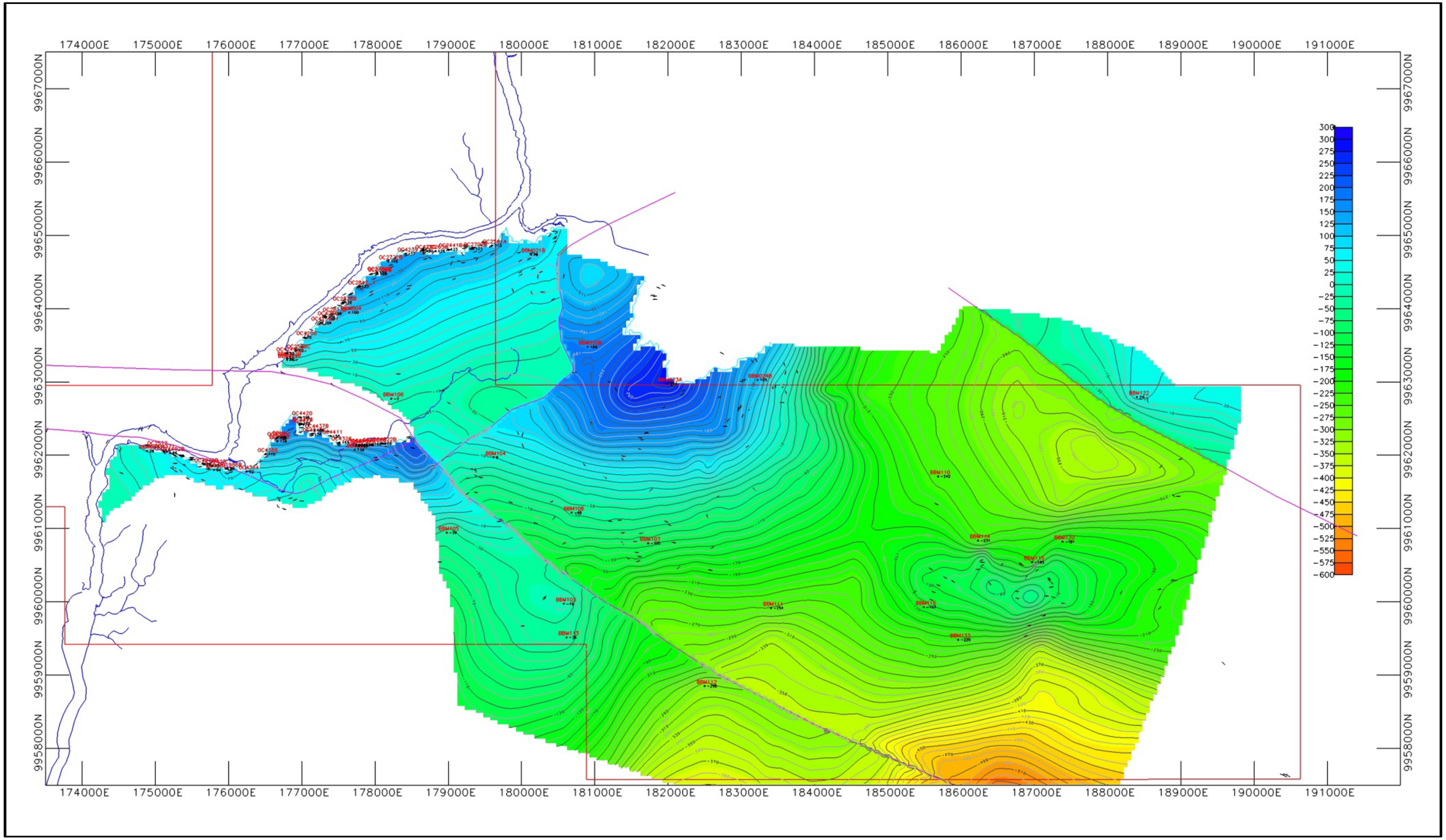


Figure-4: Structure Contours of Seam D Floor

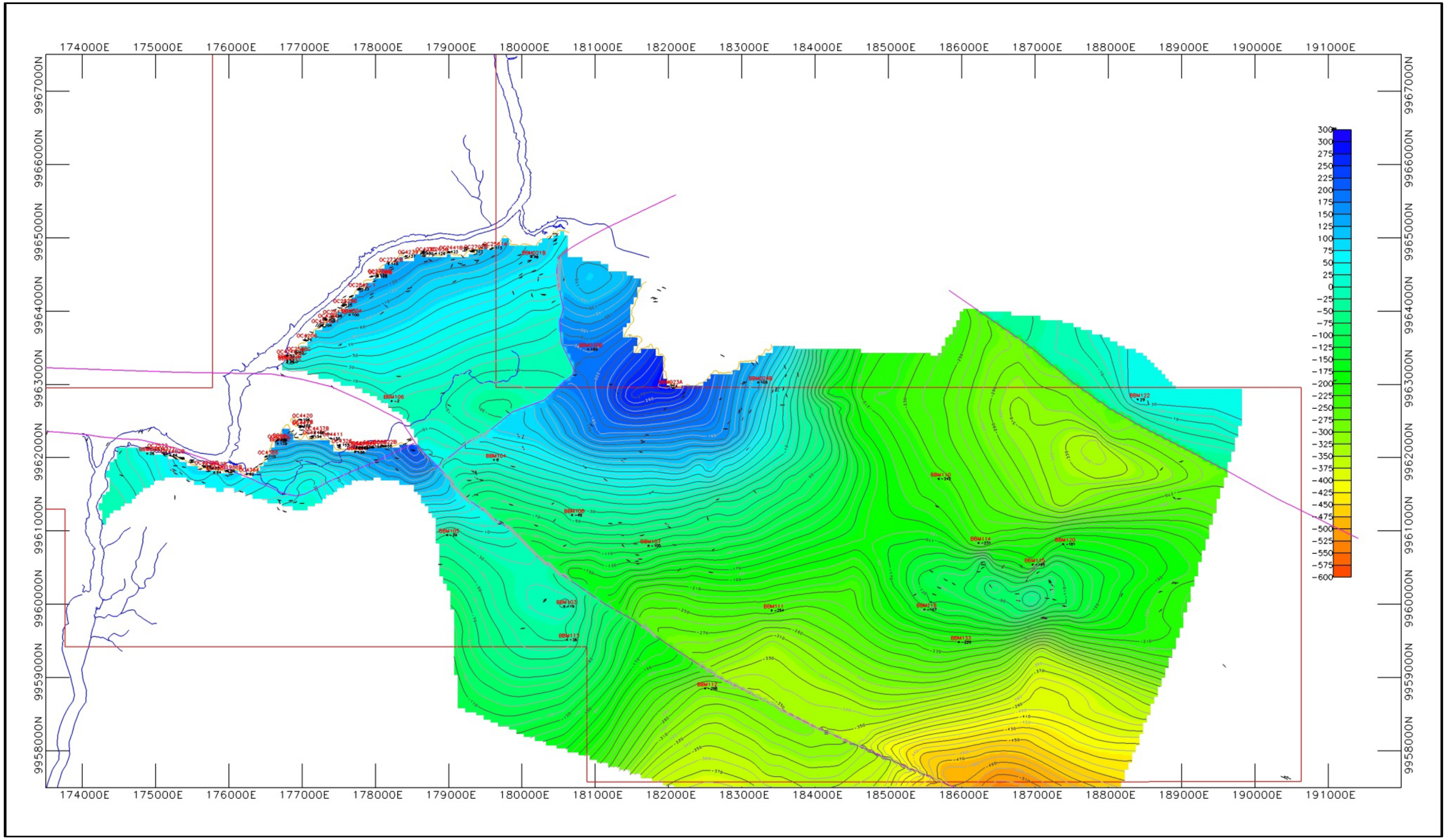


Figure-5: Structure Contours of Seam J Floor

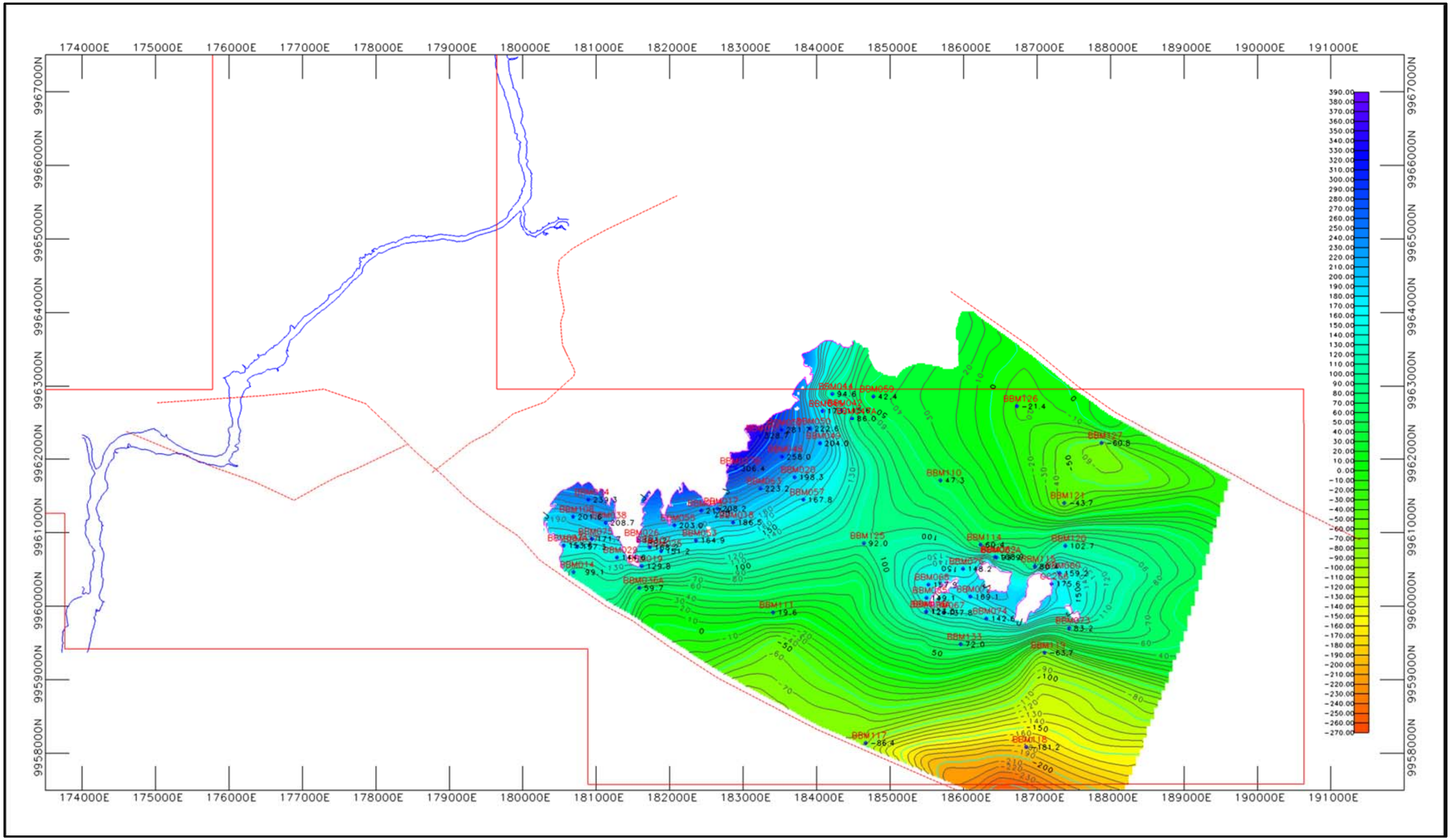
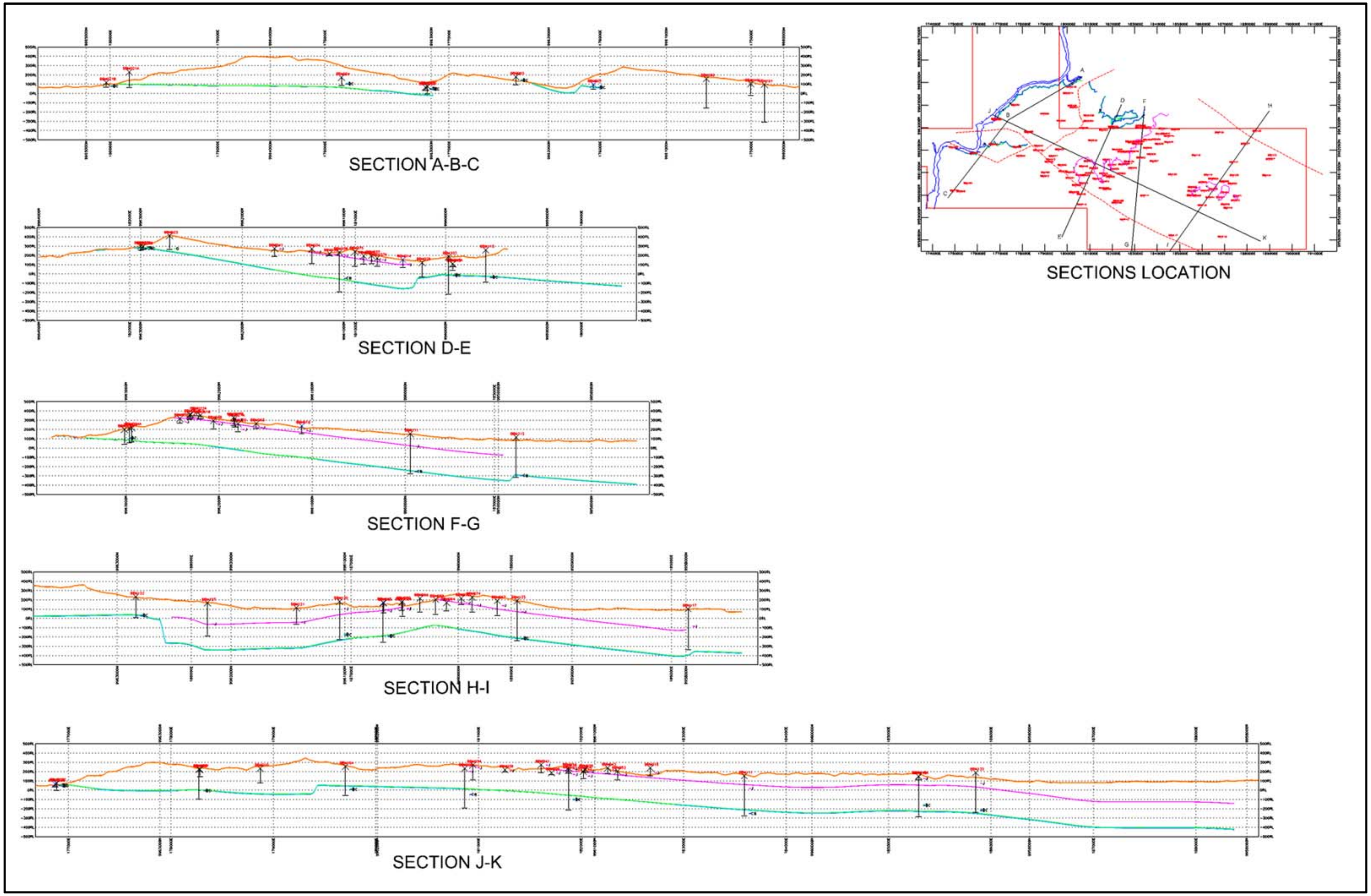


Figure-6: Cross-sections A-B, C-D OF J Seam in BBM Project



RESOURCE UPGRADE

In December 2013, Cokal had reported a total Coal Resource of 261Mt of B, C, D and J Seams of which 10.5Mt was deemed Measured Resources and 13.5Mt was Indicated Resources in the PT BBM Coal Prospect.

Following that report, the exploration activities have been continuing with the main objective to upgrade the Resource of Seams B, C and D to both Measured and Indicated categories within Pits 1 and 2 areas in the BBM East Block. As a result of the additional detail geological data from the surface mapping in Pits 1 and 2 at BBM East Block, Cokal has completed an updated detailed geological model and Coal Resource report.

Cokal has prepared an updated report of the estimation of the Coal Resources in the BBM East Block. The evaluation of B, C, D and J seams provides an objective assessment of the Coal Resources in accordance with the *Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves* (JORC Code), 2012, which is used for the reporting of Mineral (Coal) Resource estimations to the ASX.

Based on the data collected from main exploration field activities, including detailed coal outcrops surface mapping, shallow drilling and deep drilling across the BBM East area and with a minimum seam thickness cut-off of 0.3m, a total Coal Resource of **266.6Mt** of B, C, D and J seams (Tables 1-1 and 1-2) have been estimated in accordance with the JORC Code. Of that, **19.5Mt** is deemed Measured Resources and **23.1Mt** is Indicated Resources.

The upgraded Resource to higher JORC categories is primarily due to the additional outcrop mapping and subsequent channel sampling of the coal for Seams B, C and D in the areas covering Pits 1 and 2 in BBM East. These channel samples gave a reliable representative sample of each coal seam.

Table-1: BBM Coal Resource by JORC Category

Seam Name	Seam Thickness (m)	Measured Resources (Mt)	Indicated Resources (Mt)	Inferred Resources (Mt)	Total Resources (Mt)
J	1.33	10.50	13.5	31	55.00
D	1.34	3.53	3.5	70	77.03
C	1.23	2.62	3.1	66	71.72
B	1.10	2.85	3.0	57	62.85
Total		**19.50**	**23.1**	**224**	**266.6**

The BBM Coal Resource includes Resources which have the potential to be economically extracted using both open pit and underground mining methods.

The area covered by the current Coal Resource estimate is 30% of the total area of the BBM Production IUP tenement license.

The Coal Resource has been confirmed as a metallurgical coal from analyses conducted in an Australian laboratory, and is comprised of 90% coking coal and 10% PCI/semi-soft coking coal (Tables 1-3 and 1-4).

Table-2: Raw Coal Quality of B, C and D Seams

Seam	Inherent Moisture	Ash	Volatile Matter	Fixed Carbon	Total Sulphur	Calorific Value	CSN	Relative Density	Phos-phorus
D	1.7	3.5	14.3	80.7	0.38	8,213	4.0	1.33	0.002
C	1.8	5.3	14.5	78.7	0.39	8,025	5.0	1.33	0.001
B	1.7	4.7	14.3	79.5	0.40	8,084	2.0	1.38	0.003

Table-3: In-situ Average Coal Quality by Seam and Product Type (% adb)

Seam	Product	Inherent Moisture %	Ash %	Volatile Matter %	Fixed Carbon %	Total Sulphur %	Calorific Value (Kcal/kg)	Crucible Swell Number	Relative Density (g/cc)	Phos-phorus %
D	PCI	1.7	3.5	10.3	83.7	0.43	8,204	1.5	1.36	0.002
D	Coking	1.7	3.5	14.4	79.7	0.39	8,287	9.0	1.33	0.002
C	PCI	1.8	5.3	9.3	84.3	0.41	8,191	1.0	1.36	0.001
C	Coking	1.8	5.3	14.5	79.5	0.24	8,265	8.5	1.33	0.001
B	PCI	1.7	4.7	9.5	75.6	0.41	7,676	1.5	1.40	0.004
B	Coking	1.7	4.7	13.8	73.1	0.23	7,591	7.5	1.38	0.002

Table-4: Coal Quality of J Seam

Product	Yield	Inherent Moisture	Ash	Volatile Matter	Fixed Carbon	Total Sulphur	Calorific Value Kcal/kg	CSN	Relative Density	Phos-phorus
Raw Coal	100	0.9	6.5 – 23.2	15.6 – 18.9	58.4 – 74.8	0.31 – 0.55	6500 – 8100	9	1.39	0.009
Washed Coal	81	0.7	5.3	18.1	76.0	0.42	8,300	9	1.32	N/A

Following on from work commenced in early 2012 and the recent BBM JORC update a concept / feasibility study was conducted on the BBM U/G project. The study looked at four potential seams, the ideal mining option likely to be the based on the 'D' and 'J' seams. The underground mining method would be a modern automated longwall plow. The mining horizon in the target seams is typically 1.2 to 1.6 m a mining height in which these mining systems are achieving high productivities in the USA and Poland.

A key finding of the study is that the final highwalls of the initial 2mtpa BBM open cut provide the ability to access the majority of the underground potential resources by way of a punch mine directly from the highwall. This significantly lowers the upfront capital of an underground operation and the lead time to get into commercial production. A detailed workscope is being prepared to form the basis of the next round of activity being a Pre-feasibility study.

The Indonesian government via GR77/2014 now provides for much lower divestment requirements and potential lower royalties for projects which incorporate a significant underground mining project. Cokal has been maintaining a close dialogue with the ESDM with a view to meeting the requirements available to take advantage of GR 77/2014.

BBP Project

No exploration activity was conducted on BBP during this period as all drilling and exploration resources have been deployed to BBM to assist in the delineation of the coal seam in the KLM area.

AAM and AAK Projects

Cokal has a 75% share of Anugerah Alam Katingan (AAK) and Anugerah Alam Manuhing (AAM) projects also located in Central, Kalimantan, Indonesia. The AAK project area comprises of 5,000ha and the AAM project comprises of 10,000ha.

Applications for the Exploration Forestry Permit (IPPKH) and Clean and Clear Certificates continue to be processed.

SNR Project

Applications for the Exploration Forestry Permit (IPPKH) and Clean and Clear Certificate continue to be processed.

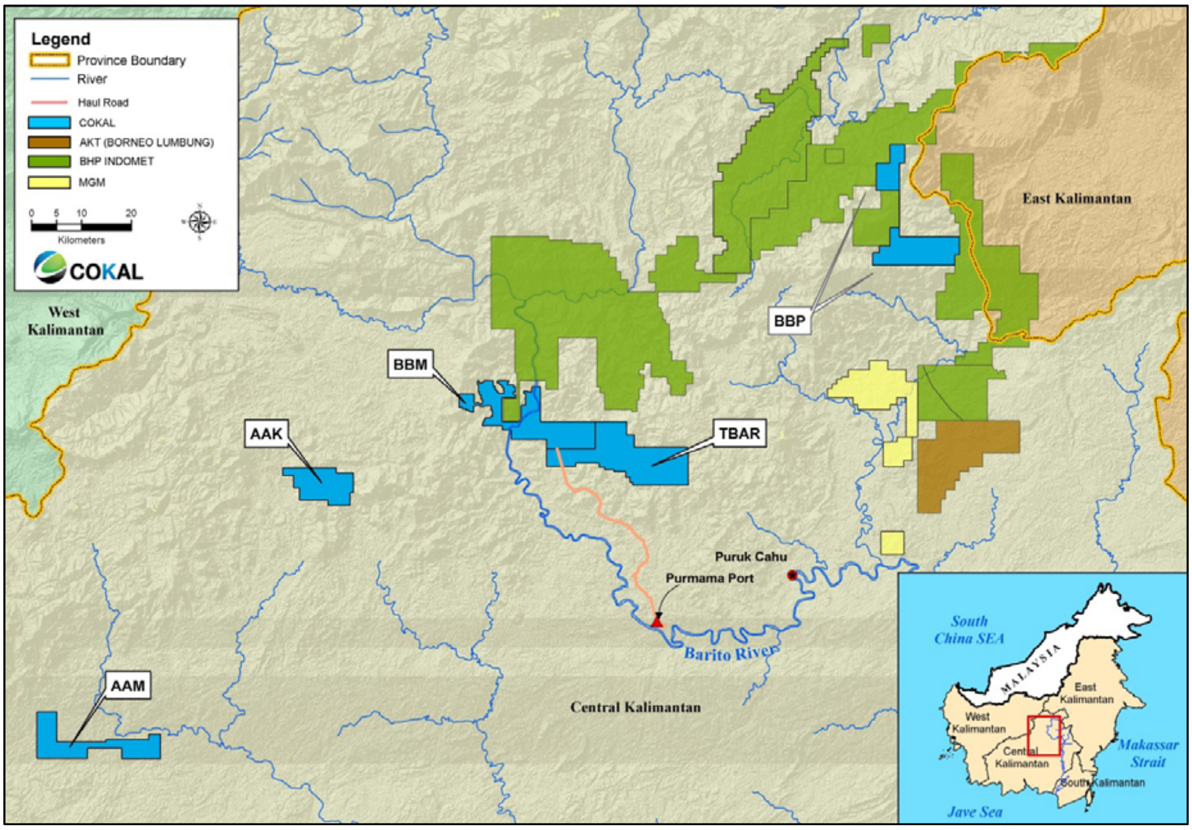


Figure 1: Locality Plan of the Central Kalimantan Coal Projects on the Island of Kalimantan
- Cokal's Coal concession areas are shown in blue

AFRICA

Tanzania

No further work was conducted in Tanzania this quarter as Cokal's resources were focused on bringing the BBM coking coal project to production at the earliest time.

Mozambique

Cokal continues to focus on the development of the BBM project, but is maintaining a watching brief on Mozambique and watches carefully the events of current producers and explorers as they unfold.

DISCLOSURES REQUIRED UNDER ASX LISTING RULE 5.3.3

Mining tenements held at the end of the quarter and their location

Tenement Name	Location	% Ownership
PT Anugerah Alam Katingan (AAK)	Kalimantan, Indonesia	75%
PT Anugerah Alam Manuhing (AAM)	Kalimantan, Indonesia	75%
PT Bumi Barito Mineral (BBM)	Kalimantan, Indonesia	60%
PT Borneo Bara Prima (BBP)	Kalimantan, Indonesia	60%
PT Silangkop Nusa Raya (SNR)	Kalimantan, Indonesia	75.2%
PT Tambang Benua Alam Raya*	Kalimantan, Indonesia	75%
PL6281	Tanzania	50%

Mining tenements acquired and disposed of during the quarter and their location

Not applicable this quarter

Beneficial percentage interests held in farm-in or farm-out agreements at end of the quarter and beneficial percentage interests in in farm-in or farm-out agreements acquired or disposed of during the quarter

The Company is not party to any farm-in or farm-out agreements.

PROJECT DEVELOPMENT

EARLY WORKS DETAILED ENGINEERING & CONTRACUAL DOCUMENTATION

Work has been completed to detailed design and quotation stage on a number of critical path construction items. By completing these items the project construction can commence as soon as the full funding package is available.

These items include;

- Plotting and survey of road corridor from the Barito River to BBM being carried out, 100% complete. The centreline of the road corridor has been established and control survey marks established for earthworks cut and fill control
- Additional geotechnical investigation for port, stockpile and bridge locations.
- Purnama Port land mapping completed
- Engineering design optimised and re-quoted
- Detailed river bottom and channel survey work completed for the load out port at Purnama and surrounding areas

BBM DEFINITIVE FEASIBILITY

Further costing, delivery confirmation and price enquiries were carried out during the Quarter in order to confirm both the BBM Definitive Feasibility Study and consequent changes associated with the Detailed Engineering works carried out during the Quarter

ENVIRONMENTAL REHABILITATION

Cokal continued last quarter to undertake environmental monitoring on site as part of ongoing baseline studies.

Rehabilitation activities have been substantially completed throughout the previously disturbed exploration areas with both ground cover and trees flourishing in the wet weather experienced during the quarter.

Effort is now being expended into increasing nursery stocks both for the school planting programme and mine and mine infrastructure replanting in the future

APPROVALS & EXTERNAL RELATIONS

BBM PRODUCTION APPROVAL ADVANCES – UPDATE

As reported previously Cokal received the Izin Prinsip Izin Pinjam Pakai Kawasan Hutan or "In-Principal Forestry Permit" for its BBM Project. The In-Principle Forestry Permit is the last stage prior to the issuance of the "Borrow and Use of Forest Area Permit (Izin Pinjam Pakai Kawasan Hutan ("IPPKH")) which allows the Company to start construction and mining.

The In-Principal Forestry Permit has been issued for an area covering 1,242 ha which enables the development of the port, haul road and the initial development of the mine site once the conditions of the In-Principal Forestry Permit are met.

Cokal has fulfilled all of the administrative obligations necessary to obtain the full IPPKH. The fully completed IPPKH application was submitted the BKPM, which acts as the new one-stop integrated service (PTSP) to simplify investment licensing procedures. However due to the technical nature of the IPPKH application and that BBM's application is the first to be received under the new system the BKPM has referred the application to the Forestry Dept for detailed assessment.

The Forestry Dept assessment is expected to be completed early Q2 and then will be returned to BKPM for final approval.

ISSUE OF BBM PORT CONSTRUCTION & OPERATION APPROVAL

Bumi Barito Mineral (BBM) Project port facilities have received both Construction and Operation Approval. The Department of Transport has issued the port permit - the Izin Konstruksi dan Operasi Terminal Khusus. The port facilities are located in, and on land adjacent to the Barito River, in Murung Raya Regency, Central Kalimantan.

The Construction and Operation Approval is for an initial 15 year period comprising a five year construction window and a ten year operational period. Cokal expects that the 2 Million tonnes per annum (Mtpa) operation will require a 12 month construction period, leaving a 14 year operational period under the Construction and Operation Approval. The approval also provides for BBM to obtain future extensions to the operational period to support activities beyond the initial 15 year period.

The port location approval is for an area of approximately 150 ha and includes the 37 ha port area currently being approved in the Forestry Permit process. The area approved for the port includes the land necessary for the initial 2 Mtpa capacity scenario as identified in the BBM Definitive Feasibility Study, in addition to the area necessary for the expansion up to the 6 Mtpa capacity scenario. It is estimated that there will be an access of approximately 110 ha in the approved port area which will allow for future design optimization and expansion opportunities beyond the 6 Mtpa capacity scenario.

BBM FOREST INVENTORY SURVEYS

BBM has previously concluded the forest inventory surveys for the Port and Haul Road IPPKH areas. The inventory surveys for the initial mine development area will be completed in Q2 2015 following the issue of the full IPPKH. The data collected during the forest inventory surveys will be used to establish the various Government taxes payable by Cokal for activities in Production Forest areas.

BBM WEST BLOCK EXPLORATION IPPKH EXTENSION

In order not to “mix” the current IPPKH Operation application with a further IPPKH – Exploration application this application has been put on hold until directly after the issuance of the IPPKH – Operation for BBM

BBP PRODUCTION APPROVAL ADVANCES – UPDATE

The IUP production / operation (Mining Lease) licence is still with the Murung Raya Bupati for signing. Whilst expected to be issued during this quarter it is now expected to be issued in Quarter 2 2015.

Cokal has submitted its application for the Clean and Clear Certificate Exploration from the Director General of the National Mines Department formalising the previous award of Clean and Clear status.

TBAR EXPLORATION FORESTRY PERMIT

Cokal continued during the last quarter to progress the Exploration Forestry Permit for TBAR with the Central Kalimantan Provincial Government. Site visits by the Provincial Government were expected to occur during Quarter 1 2015 and the issue of the Provincial Government technical recommendation expected early Quarter 2 2015. Due to Cokal’s focus on fulfilling the administrative requirements to obtaining the IPPKH for BBM, together with workloads within the Provincial Forestry Department the site visit to the TBAR concession has been delayed until Q2 2015.

CORPORATE SOCIAL RESPONSIBILITY

Cokal has continued with the implementation of its Corporate Social Responsibility program. To date Cokal has undertaken the following programs:

Continued to provide support for Tumbang Tuan village (local village to BBM) Junior High School through the sponsorship of four teachers. This program is being implemented in conjunction with the local Education Department.

Continued to provide medical support to local villages around the landing area at BBM through providing access to onsite medical staff.

Continued to support Regency Government (specially Murung Raya Transportation Office) on providing a series of safety trainings for ground crew and safety equipment donations for local airstrip facilities and its services improvements

Commenced to liaise with Borneo Orang Utan Survival (BOS) Foundation related to possible support provided by Cokal for Orangutans Translocation Project, including removal plans of some transit cages from Mt.Muro site to Krajan site.

Cokal has continued with the implementation of its Palangkaraya University scholarship program. With the selection of the new cohort of scholarship holders, Cokal has awarded scholarships to 24 Murung Raya Regency students since the inception of the program.

In association with the mining and civil engineering faculties of the University of Palangkaraya Cokal has continued with its regular monthly series of lectures covering aspects of mining and mining infrastructure.

Cokal continued the school tree-planting program during the quarter. This tree-planting program aims to provide the local schools in the Project area with plants from the on-site nursery to be planted in the local villages. Cokal aims to have a total of 5,000 plants established through this program by the end of 2015, and then continuing through the life of the project.

CORPORATE

BBM STRENGTHENS PROJECT FUNDING PACKAGE FOR BBM

Cedrus International Limited (Cedrus) has joined with Platinum Partners (Platinum) to provide a nonbinding term sheet to Cokal in relation to a US$110 million project finance facility (Facility) for the BBM project.

Platinum and Cedrus will fund the Project equally

The total amount of the facility is US$110M.This includes rolling the Platinum Bridging loan into the facility once it is in place.

The facility will be sufficient to fund construction and commissioning of Cokal's 2 Mtpa Bumi Barito Mineral (BBM) Project and Cokal's general working capital requirements during this phase of development.

The key terms of the Facility are:

- Syndicated facility of US$110M
- 13% interest rate
- 85 million options at an exercise price of A$0.13 and an 8 year exercise period
- Marketing fee of 2.5% of gross sales from coal produced and sold from the initial 2Mtpa phase of the BBM Project
- Royalty of 1.35% of gross sales from coal produced and sold from the whole BBM Project (the initial phase and subsequent expansions)
- Security customary for a major project financing in Indonesia.
- The loan term and repayment schedule is subject to negotiation

In addition to the above financing, Cokal as part of the 50:50 river Barging Joint Venture with a local Indonesian shipping company, Meratus Advance Maritime (MDM) which will be funded by equity from the joint venture participants and senior debt, Cokal plans to raise bank financing for its 50% share of the barging fleet senior debt (approximately US$15M). The facility will provide the equity funding for Cokal's share of the Barging Joint Venture.

COKAL RECIEVES UNSOLICITED TAKEOVER PROPOSAL

Cokal Limited (ASX:CKA), received an unsolicited non-binding and incomplete proposal in relation to a conditional off market takeover bid by PT Cakra Mineral Tbk (CKRA) for all of the ordinary shares of Cokal. CKRA is an Indonesian company listed on the Indonesia Stock Exchange (IDX:CKRA)

PROPOSED TRANSACTION

CKRA propose to acquire all of the issued securities of COKAL pursuant to a conditional off market takeover bid on the following terms:

(a) CKRA propose to offer cash or CKRA shares for each Cokal share on issue

i. Cash Settlement: Based on Cokal equity value of AUD70 million. Assuming approximately 471.5 million Cokal shares on issue, proposed cash offer price is AUD$0.15 per share.

ii. Share Settlement: Shares in CKRA equivalent to the value of Cokal shares. Value of CKRA shares to be agreed. Cokal equity value to be AUD70 million plus 25% premium. Assuming approximately 471.5 million Cokal shares on issue, proposed scrip consideration implies offer price of AUD$0.19 per share.

(b) the bid will be subject to :

i. Minimum acceptance by holders of 90% of Cokal's issued shares;

ii. Other terms: certain conditions which are customary for an off market bid for an ASX listed company

PT Cakra Mineral Tbk [CKRA]

CKRA is domiciled in Central Jakarta, DKI Jakarta and has operations in the province of West Sumatra and Central Kalimantan. The main activity of the Company is a holding company conducting mining operations of iron ore, zircon sand and perform marketing services for their business group. The company has several subsidiary companies engaged in iron ore mining and mineral commodities trading.

SUBSEQUENT EVENTS

CKRA and Cokal enter into Bid Implementation Agreement

PT Cakra Mineral Tbk (CKRA) and Cokal Limited (ASX:CKA) have entered into a Bid Implementation Agreement under which CKRA will make a conditional off market takeover bid for all of the shares in Cokal

Under the Offer, Cokal shareholders will be given the choice of scrip or cash consideration, comprising
either:

- (share-based consideration) 10.327 CKRA Shares for every 1 Cokal Share; or
- (all cash consideration) A$0.16 per Cokal share.

The closing price of CKRA shares on the Indonesia Stock Exchange was IDR175 on 28 April 2015 and IDR139 on 26 February 2015 (being the last date on which Cokal shares were traded on ASX before announcement of CKRA's indicative takeover proposal).

The cash consideration values Cokal at approximately A$75.45 million and represents:

- a 81.8% premium to the last traded price of Cokal shares on ASX on 28 April 2015 of 8.8 cents; and
- a 68.4% premium to the last traded price of Cokal shares on ASX on 26 February 2015 (being the last date on which Cokal shares were traded on ASX before announcement of CKRA's indicative takeover proposal) of 9.5 cents

For further details please refer ASX announcement 29 April, 2015: CKRA and Cokal enter into Bid Implementation Agreement

ENDS

Further enquiries:

Peter Lynch
Chairman and Chief Executive Officer
Mobile: 0419 764 747
Underground

About Cokal Limited

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in five projects in Central Kalimantan and one project (which holds three exploration licences) in West Kalimantan, Indonesia considered prospective for metallurgical coal. Cokal has also signed a joint venture with Tanzoz Resource Company Limited to explore for coal in Tanzania and a co-operation agreement with Mozambique Government Mining Corporation, EMEM, to explore for coking coal in the emerging coal province of Mozambique.

Forward Looking Statements

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs. Forward looking statements in this release include, but are not limited to, the capital and operating cost estimates and economic analyses from the Study.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company’s business and operations in the future. The company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company’s control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

Forward looking statements in this release are given as at the date of issue only. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based**.**

Competent Person Statement

The information in this report relating to Exploration Results is based on information compiled by Patrick Hanna who is a fellow of the Australasian Institute of Mining and Metallurgy and is a consultant (through Hanna Consulting Services) to Cokal Limited.

Mr Hanna is a qualified geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking, to qualify as Competent Persons as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves".

Mr Hanna consents to the inclusion in the report of the matters based on the information, in the form and context in which it appears.

The Total Coal Resource estimate was announced on 11 February 2014, titled "Cokal announces release of JORC Resource Statement compliant with the 2012 JORC Code for Bumi Barito Mineral (BBM) Metallurgical Coal Project in Central Kalimantan, Indonesia". Mr Yoso was a full time employee of Cokal Limited at the time of preparing the report and consented to its publication. The Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement made on 11 February 2014 and that all material assumptions and technical parameters underpinning the estimates in the announcement made on 11 February 2014 continue to apply and have not materially changed.