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ASX ANNOUNCEMENT
July 17, 2017

Private Placement Completed – Construction of BBM Anak Commenced

Key Points:

i. **Cokal has successfully completed a Private Placement for $700,000**

ii. **Funds to assist in completion of BBM Anak construction**

iii. **BBM Anak commences construction – equipment on site**

iv. **BBM Anak project to generate attractive near-term cashflows from low-risk production**

Cokal Limited ("**Cokal**") (ASX : CKA) is pleased to announce the successful completion of a $700,000 capital raising by way of a private placement ("Placement") to sophisticated and professional investors.

The funds raised will be used by Cokal for working capital as their flagship BBM Coal project advances towards initial coal production, which is expected to be achieved in Q3 2017.

Cokal anticipates that the capital raised will be the final requirement for funding prior to initial production from the BBM Anak area within the BBM Coal project. For further details on BBM Anak, please refer to Cokal's announcement "**Imminent Production from New Operation**" released to the ASX on June 30 2017.

Placement Details

The Placement consists of 19,444,445 fully paid new ordinary shares to be issued at $0.036 per share to raise $700,000 (before issue costs).

The Placement price of $0.036 per share represents a 10% discount to Cokal's closing price on 12 July 2017, the last day Cokal shares traded on the ASX prior to announcement of the capital raising. The Placement will fall within Cokal's existing placement capacity and therefore Cokal shareholders are not required to vote.

Construction starts on BBM Anak

On the 12th June, the first of three LCT (Landing Craft Transport) barges carrying mining equipment arrived at Krajan (basecamp for BBM). Dump trucks, excavators and dozers were unloaded and immediately commenced construction of the centreline for the haul road from the barge-loading port to the stockpile area.

This initial construction was completed during this weekend (15 & 16 July) and the equipment is now clearing the centreline from the stockpile area to the mine site and the Krajan basecamp.

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All land acquisitions required to implement production at BBM Anak have been completed. All parties involved conducted the transactions in a co-operative manner and Cokal is very pleased with the outcome.

Cokal has all of the key components required for the construction of, and production from, the BBM Anak coal mine as well as the approvals for the logistics chain to deliver the coal to domestic customers.

Cokal has received interest from numerous customers who are seeking to purchase this particular coal product. Discussions are continuing and once contracts are signed, Cokal will announce the results.

Further updates will be announced on the progress of the construction of BBM Anak as it approaches the production phase.

LCT Arriving at BBM on the Barito River

Unloading Dozer at BBM

Chairman's Quote

Mr Domenic Martino stated that "*Cokal is very pleased with the outcome of this capital raising and the strong support shown by investors. The timing is perfect as it coincides with Cokal's unique value proposition as a near-term, low cost producer of metallurgical coal, with two fully-funded coal mine developments. We are delighted to have been able to introduce a number of new mining sector institutional investors onto the Cokal share register through this capital raising process and we look forward to their long-term support and commitment.*"

Indian Ocean Capital is engaged by Cokal as Sole Lead Manager on the capital raising. Please direct enquiries in regards to this capital raising to Cokal, or to Indian Ocean Capital using the contact details below.

ENDS

For further information, please contact:

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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 four projects in Central Kalimantan and one project (which holds three exploration licences) in West Kalimantan, Indonesia considered prospective for metallurgical coal.

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 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 Coal Resource estimate was announced on 29 April 2016, titled “Cokal announces updated JORC Resource Statement for Bumi Barito Mineral (BBM) Project”. The information in the report relating to Mineral Resources is based on information compiled by Yoga Suryanegara who is a Member of the Australasian Institute of Mining and Metallurgy and a full time employee of Cokal Limited. Mr Suryanegara 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 he is undertaking, to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”.

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 29 April 2016 and that all material assumptions and technical parameters underpinning the estimates in the announcement made on 29 April 2016 continue to apply and have not materially changed.

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”.