

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

8 March 2011

ZYL Limited**TRADING HALT**

The securities of ZYL Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Thursday, 10 March 2011 or when the announcement is released to the market.

Security Code: ZYL

Cameron Bill
Adviser, Listings (Perth)



8 March 2011

Private and Confidential

Mauro Piccini
Advisor, Issuers (Perth)
ASX Markets Supervision Pty Ltd
2 The Esplanade
PERTH WA 6000

By Email: Mauro.Piccini@asx.com.au

Dear Mauro,

Request for Trading Halt

The Directors of emerging coal producer ZYL Limited (ZYL or the Company), hereby requests a trading halt to be placed on the Company's securities pending the release of an announcement by the Company in relation to the successful completion of a significant capital raising which will enable the Company to accelerate the development at the Kangwane Anthracite Project (Kangwane or Project) during the Bankable Feasibility Study (BFS) and allow ZYL to fast track its ownership interest in the Project through to production.

The Company requests the securities remain in trading halt until the earlier of the announcement to the market or the commencement of trade on Thursday 10 March 2011.

The Company is not aware of any reason why the trading halt should not be granted.

Regards
ZYL LIMITED

Gino D'Anna
Director / Company Secretary