Media Release 2012

ZYL LIMITED

ASX RELEASE
4 May 2012

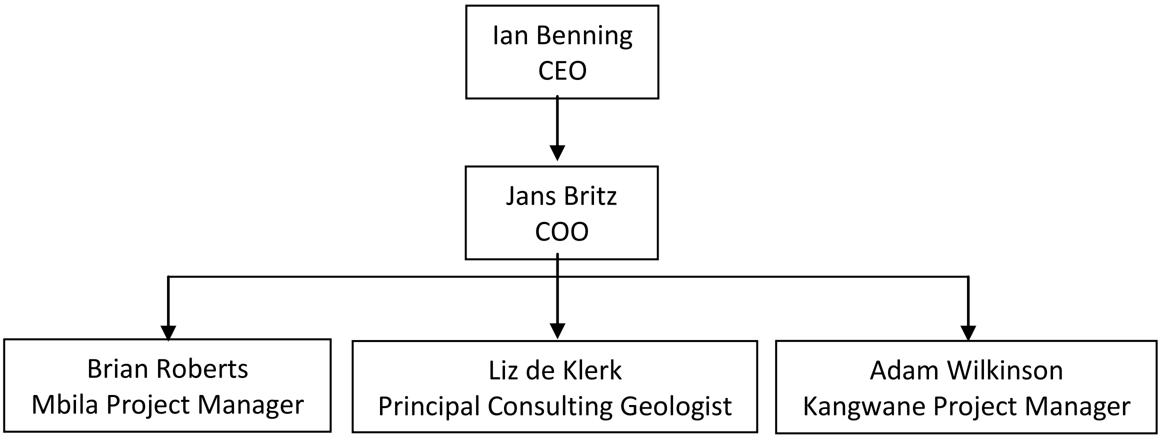
ZYL STRENGTHENS SOUTH AFRICAN TEAM FURTHER

ZYL Limited (“**ZYL**” or the “**Company**”) (**ASX: ZYL**), the Perth-based emerging coal producer with two key projects in South Africa, is pleased to announce further strengthening of its South African team with the appointment of a Chief Operating Officer (COO) and a Projects Manager for the Kangwane Project.

Mr Jan Britz (B. Eng, MBA) has been appointed COO of ZYL. He will report to Chief Executive Officer Ian Benning and will manage the day-to-day business of ZYL. Mr Britz has 22 years’ experience in the South African coal mining industry and was previously the Chief Executive Officer of Sekoko Resources and Namane Energy. Mr Britz’s management experience includes the execution of mergers and joint ventures and the facilitation of feasibility studies. Mr Britz has managed the Arnot Colliery for Exxaro, which included opencast and underground operations and a washing plant.

Mr Adam Wilkinson (B. Eng) has been appointed Project Manager of the Kangwane Project, located in the Mpumalanga province of South Africa. Mr Wilkinson, a mining engineer, has 15 years’ experience in the South African mining industry including six years with TWP Projects (TWP). Mr Wilkinson was a senior mining consultant at TWP and his roles included those of project manager and lead engineer at Continental Coal’s Penumbra Colliery Execution Project and lead mining engineer and project manager for Anglo American Thermal Coal on the Dalyshope Colliery Concept. Mr Wilkinson has experience in contract mining, mine design and mine operation and is a member of the South African Institute of Mining and Metallurgy.

The South African based operational team is now structured as follows:



Corporate Office:
Level 8, 225 St Georges Terrace, Perth 6000,Western Australia
PO Box 7653, Cloisters Square, Perth 6850, Western Australia
Tel: +61 8 9486 4036
Fax: +61 8 9486 4799
Email: info@zyllimited.com.au
Web: www.zyllimited.com.au

Commenting on the appointments, Ian Benning said: “The addition of Mr Britz and Mr Wilkinson to our operations team provides the board with the support necessary to advance the Mbila and Kangwane projects to production. I am pleased that the continued grow of the South African-based, operationally-focused team allows me to engage more with investors on a regular, planned and sustained basis.”

Contact:

Ian Benning, CEO, ZYL LIMITED

T: +27 (0) 87 350 2754

M: +27 (0) 83 702 8221

E: ian.benning@zyllimited.co.za

Media - South Africa

James Duncan, Russell and Associates

T: +27 (0) 11 880 3924

M: +28 (0) 82 892 8052

E: james@rair.co.za

Media - Australia

Annette Ellis, Purple Communications

T: +61 (0) 8 6314 6300

M: +61 (0) 45 820 0039

E: aellis@purplecom.com.au

About ZYL Limited

ZYL Limited is listed on the Australian Securities Exchange (ASX) and aims to become one of the world’s leading anthracite coal producers. The mission of ZYL is to develop high-margin metallurgical coal deposits for domestic and export markets. Flagship projects are the Mbila and Kangwane projects in South Africa, located close to rail, port, power and water infrastructure.

Important information

The information in this announcement is an overview and does not contain all information necessary to make an investment decision. To the extent permitted by law, no representation or warranty, express or implied, is made as to the accuracy, adequacy or reliability of any statements, estimates or opinions or other information contained in this announcement, any of which may change without notice. This document is not a prospectus, disclosure document or offering document under Australian law or under any other law. It does not constitute an offer or invitation to apply for securities. It is for information purposes only. This announcement is not an offer of securities for subscription or sale in the United States or any other jurisdiction in which such an offer or solicitation is not authorised or to any other person to whom it is unlawful to make such an offer or solicitation. Some of the information contained in this announcement constitutes forward-looking statements that are subject to various risks and uncertainties, not all of which may be disclosed. These statements discuss future objectives or expectations concerning results of operations or financial condition or provide other forward-looking information.

Prospective investors should make their own independent evaluation of an investment in the securities. The material contained in this document does not take into account the investment objectives, financial situation or particular needs of any particular investor. No recommendation to investors regarding the suitability of the securities has been made and the recipient must make its own assessment and/or seek independent advice on financial, legal, tax and other matters, including the merits and risk involved. This announcement and its contents have been distributed to you, in confidence, solely for your information and may not be retransmitted or otherwise reproduced or disclosed to third parties or made public in any way, in whole or in part, for any purpose without written permission.