

ASX RELEASE
2 January 2013

BRIDGING FACILITY EXTENDED

ZYL Limited ("ZYL" or the "Company") (ASX:ZYL), is pleased to announce that the repayment date of the existing \$2,000,000 bridging facility has been extended to 31 March 2013. The facility was due to be repaid on 31 December 2012. The extension to the existing facility enables ZYL to continue discussions with financiers, offtakers, strategic partners and logistics service providers for the development of its Kangwane Central Project.

As announced on 10th September 2012, the bridging facility is a component of the \$18 million Convertible Note facility. Discussions are ongoing in respect of the Convertible Note facility and ZYL will continue to update shareholders on the status of discussions with the various parties.

ENDS

Contact:

Ian Benning, CEO, ZYL LIMITED

T: +27 (0) 10 591 0634

M: +27 (0) 83 702 8221

E: ian.benning@zylimited.co.za

Head Office - Perth Australia

T: +61 (0) 8 9486 4036

E: info@zylimited.com.au

Media - Australia

Annette Ellis, Purple Communications

M: +61 (0) 458 200 039

E: aellis@purplecom.com.au

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@zylimited.com.au
Web: www.zylimited.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.