Acacia Coal

RBS Morgans

Emerging Coal Conference

13 June 2012

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Competent Person's Statement: The information in this announcement that relates to the mineral resources is based on information evaluated by Rob Dyson who is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Dyson is a fulltime employee of McElroy Bryan Geological Services Pty Ltd. Mr Dyson is a qualified geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Dyson consents to the inclusion in the presentation of the matters based on his information in the form and context in which it appears.

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Corporate Strategy

- **Acacia's ultimate aim is to build a successful new coal company**
- **Acacia's first priority is the Comet Ridge Project which has:**
  - Shallow coal seams
  - Coking coal
  - Strategic location, next to railway
  - Bandanna Energy to build and fund Train Loading Infrastructure
- **Acacia believes in the long term strength of the coking coal market**

Corporate Snapshot

Key projects

Priority Project – Comet Ridge EPC 1230
- Maiden Inferred Resource of 150Mt
- Completion of Feasibility study by Dec 2012

Second Project – Spring Creek EPC 1505
- Underground, low ash thermal coal potential
- South of Peabody's West Buckland coal deposit

Company Overview

Market Capitalisation (8 June 2012)	$27.0m
Shares on issue	903.8m
Options on issue	114.0m
Cash (as at 31 May 2012)	$8.5m

Major Shareholders (17 April 2012)

Charlotte Investments Pty Ltd	12.62%
Argonaut Equity Partners Pty Limited	6.30%
Skye Equity Pty Ltd	4.92%

Registered and Principal Office

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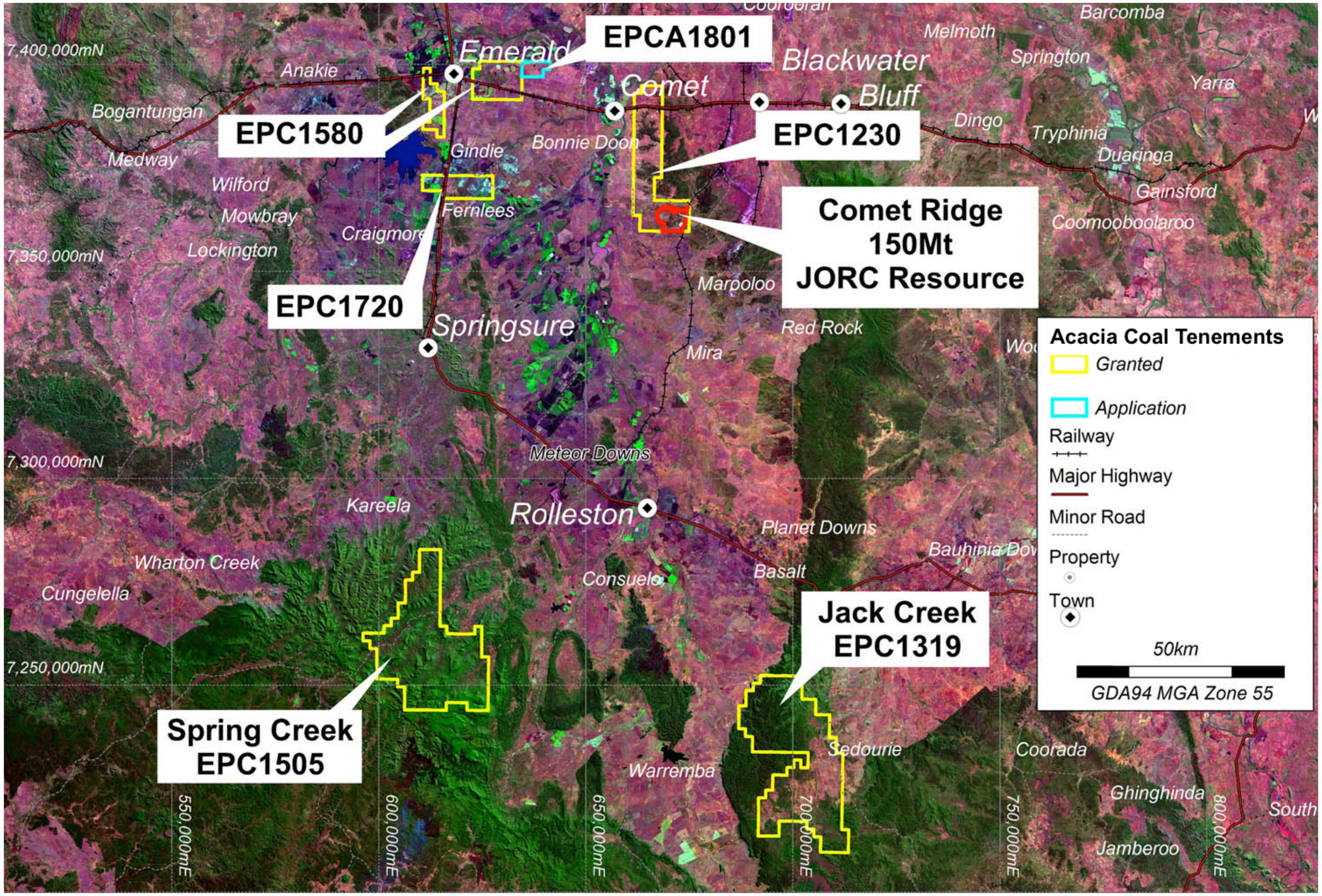
Bowen Basin Tenements

5 Prospective Areas in Bowen Basin

- Comet Ridge (EPC 1230)
- Spring Creek (EPC 1505)
- Emerald (EPC 1580)
- Sandhurst Creek (EPC 1720)
- Jack Creek (EPC 1319)

- **First Priority – Comet Ridge Project**
- **Second Project – Spring Creek**



Board and Management

Board and Management

Tim Sugden - Non-Executive Chairman
Founding Director Agincourt Resources and Nova Energy

Gavin May - Managing Director
Former CEO Gloucester Coal

Michael Mulroney - Non-Executive Director
Managing Director Venturex Resources Limited,

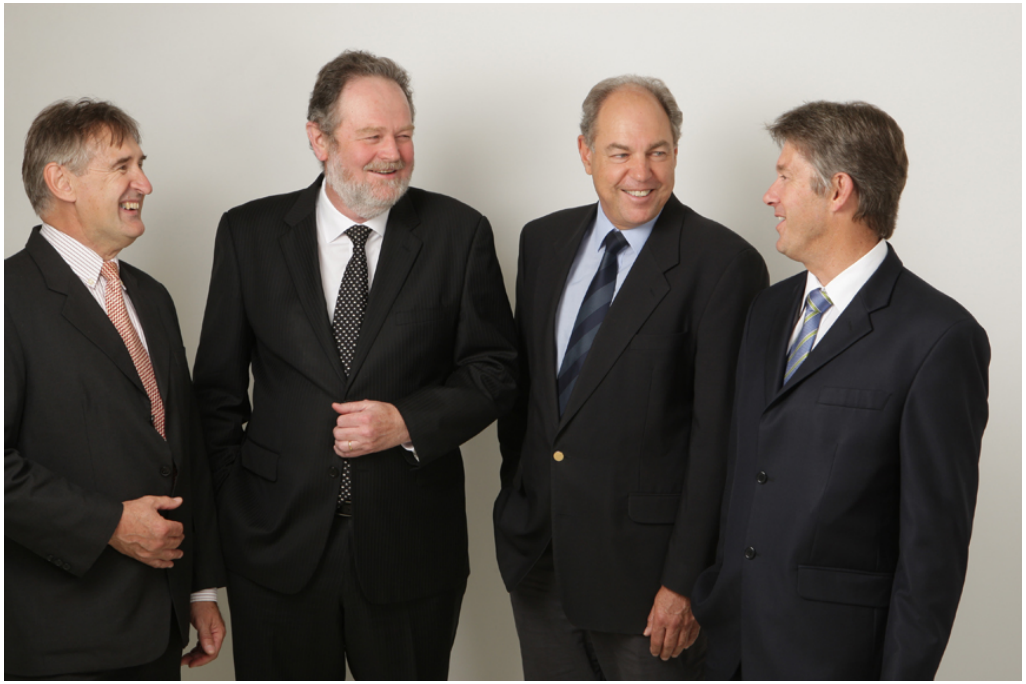
Amanda Ward - Non-Executive Director
CPA in finance and accounting

Robert Waring – Chief Financial Officer
Former Company Secretary Gloucester Coal

Graham Colliss - Chief Projects Officer
Former COO Gloucester Coal

Harvey Crowden – Chief Metallurgist
Former Chief Metallurgist SouthGobi Resources

Management Team



(left to right) Harvey Crowden, Robert Waring, Graham Colliss, Gavin May

Comet Ridge Project

The Fundamentals

- Shallow Open Cut Coal
- Coking and Thermal Products
- Proximity to Rail Infrastructure
- Low Capex

Exploration – 3 Drill Stints in 2012

- 45 holes completed to date
- Targeting Fair Hill and Triumph seams at depths <50m
- Intersected Triumph seam (formerly named B Seam, 27m below Fair Hill seam) 2.1m thickness at depths <10m
- Second drill stint in progress

2011 Drilling Programme

Number	Hole Type	Meters
52	Open	5415
8	Cored	572
60	**Total**	**5987**

JORC Coal Resource – Comet Ridge

Depth Increment	Inferred Resource (Mt)
0 – 50m	50
50 – 100m	100
Total	**150**

2012 Drilling Programme- In Progress**

Number	Hole Type	Meters
43	Open	1720
2	Cored	36
45	**Total**	**1756**

** First of 3 drill stints, meterage to be confirmed by geophysical logging

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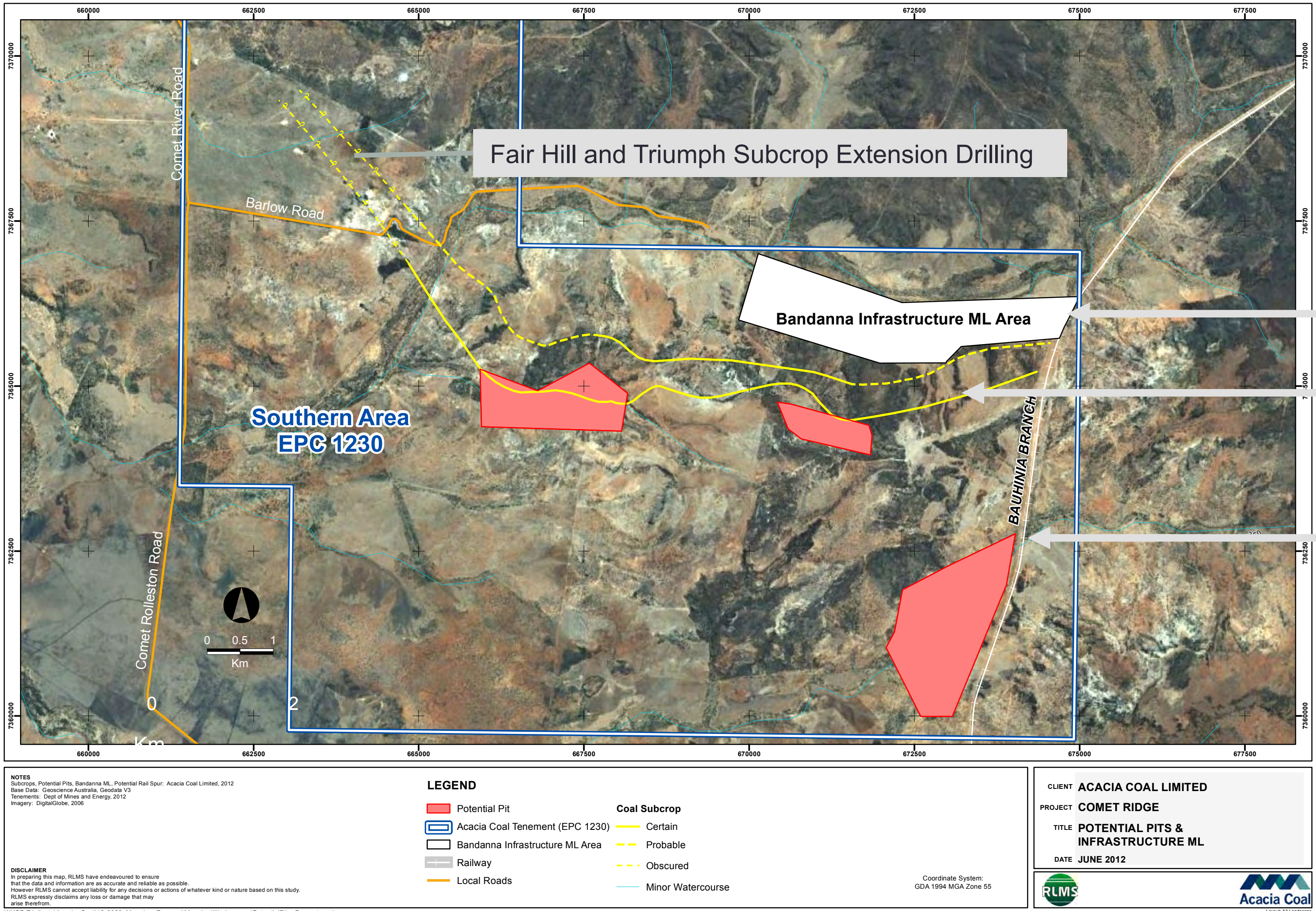
Comet Ridge Project

EPC 1230 Location Plan – Infrastructure & Potential Open Cuts



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Created on 12/06/2012 by JB

- Indicative Area; Bandanna Infrastructure Proposed ML
- Fair Hill and Triumph seam subcrops
- Potential Open Cuts

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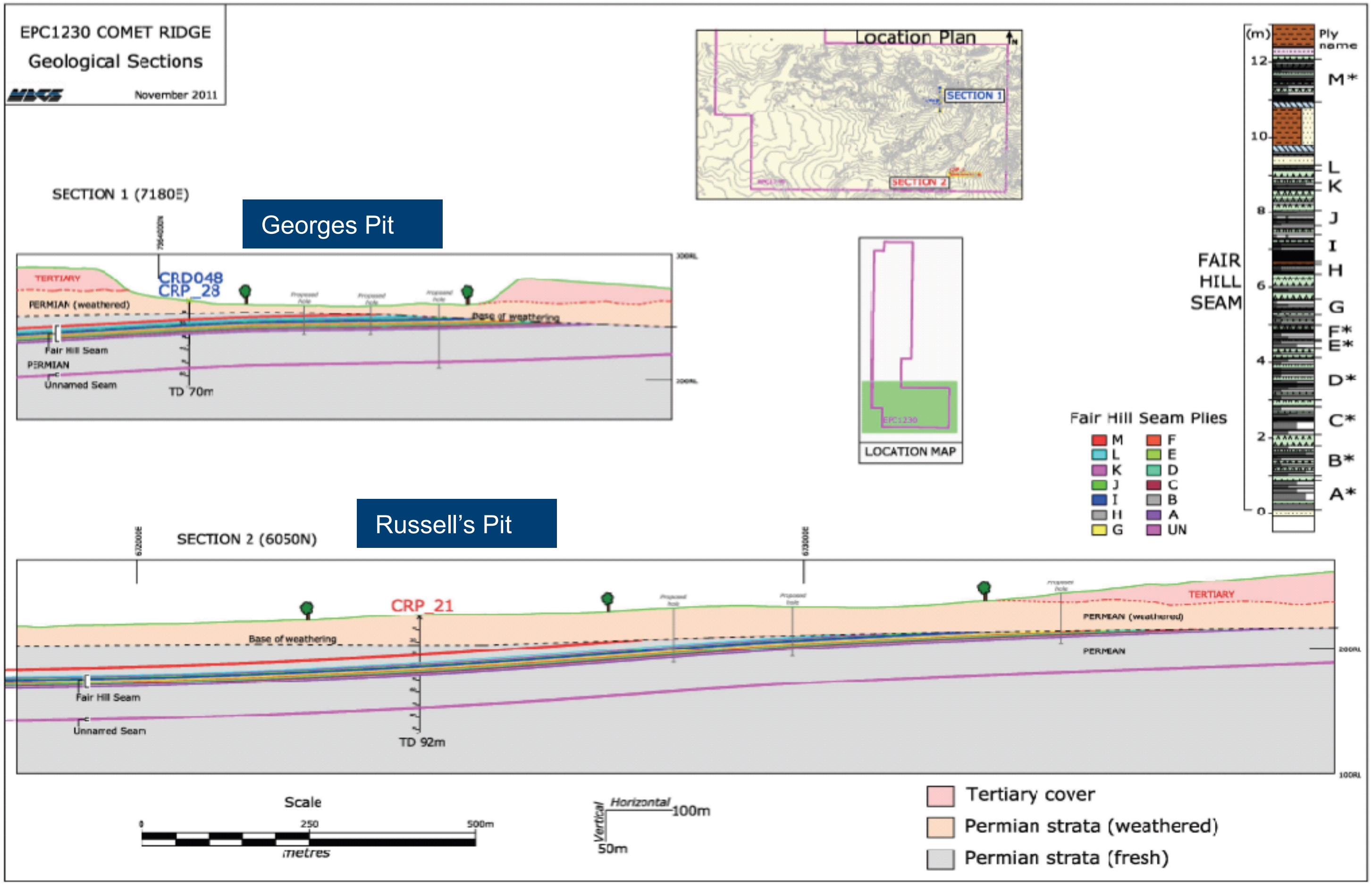
Comet Ridge Project

Geology



Fair Hill seam

- Sequence of banded coal & claystone, 8 – 14m thick
- In-pit processing to remove claystone bands
- Coal concentrate ex pit to coal process plant
- Targeting low strip ratio <2:1 (bcm/tcoal)

Infrastructure Agreement with Bandanna Energy (ASX: BND)

Overview

Infrastructure Agreement with Bandanna Energy	• Acacia has entered into a Binding Agreement with Bandanna Energy to share infrastructure • Bandanna to fully fund and build a 14 million tonne per annum train loading facility at Comet Ridge comprising; ▪ rail spur and loop; ▪ train loading bin and stockpiles. • Bandanna to use this facility for its Springsure Creek Project
What it means for Acacia	• Acacia to have; ▪ Priority access to 1 Mtpa rail loading and an additional 1 Mtpa (subject to spare capacity); ▪ Connection point for power and use of access roads; ▪ 20 million options in Bandanna – strike price of $1.50 and vesting on Bandanna being granted a mining lease or a change in control in Bandanna.

Substantial capital savings and reduced development time for Comet Ridge

Major Infrastructure Secured for Comet Ridge Project

Bandanna Infrastructure Agreement provides

- Significant reduction in future capital - Budget Estimate <$70 million
- Environmental and Approval synergies
- Rail Loading Facilities committed
- Operational Collaboration between Acacia and Bandanna
- Decision to develop Comet Ridge not required before end 2013

Item	Capital Responsibility
Rail Spur & Loop	BND
Train Loading Bin	BND
Access to infrastructure, roads/power	BND/AJC
Coal Process Plant & Stockpiles	AJC
In-pit Processing & Mining facilities	AJC

Achievements and Future Milestones – Comet Ridge Project

Achievements

- ✓ 150Mt Inferred JORC resource at <100m depth
  - Includes 50Mt at <50m depth
- ✓ Secured significant proportion of future infrastructure

In Progress

- Drilling to increase Resource status to Indicated/Measured
- North west extensions of Fair Hill and Triumph seams
- Explore Triumph seam potential
- Identify sample pit/costean locations

Future Milestones

- Coal Processing Studies
- Update JORC Statement
- Develop Conceptual Mine Plan
- Project Feasibility by end of 2012

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