



McGrathNicol

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Partnership

ABN 41 945 982 761

Level 17, 37 St Georges Terrace
Perth WA 6000, Australia

GPO Box 9986
Perth WA 6848, Australia

T +61 8 6363 7600
F +61 8 6363 7699

mcgrathnicol.com

Continental Coal Limited (In Liquidation)
ACN 009 125 651
(the "Company")

Declaration by Liquidator of valueless shares

I refer to my appointment as Official Liquidator of the Company on 27 May 2016 by order of the Federal Court of Australia.

In accordance with Section 104-145 of the *Income Tax Assessment Act 1997*, the Liquidator of the Company declares that he has reasonable grounds to believe that there is no likelihood that shareholders of the Company will receive any distribution in the course of the liquidation in respect of the shares they hold in the Company.

As a consequence, shareholders who acquired shares (or class of shares) in the Company on or after 20 September 1985 may choose to make a capital loss in the income tax year that includes 21 June 2017 as result of CGT event G3 happening to their shares. The capital loss is equal to the reduced cost base of shares.

Please note, a capital loss is not available for certain shares acquired under an employee share scheme.

This notice should not be construed as constituting taxation advice and shareholders should seek their own independent taxation advice in relation to the above statement.

If you have any questions in relation to the above, please contact Linda Smith of my office at lsmith@mcgrathnicol.com.

Dated: 22 June 2017

Rob Kirman
Official Liquidator