



31st May 2017

ASX Announcement

Shareholder Update

All party meeting

Reference is made to the Shareholder Update dated 4th May 2017 (**the Announcement**) wherein it was advised that an 'all party' meeting to finalise the major contracts was planned for mid-May. After consultation with all parties the meeting was fixed for 25th May 2017. Unfortunately not all the parties we are able to commit to meet on the 25th May 2017 as anticipated, and the meeting has now been rescheduled for 14th June 2017.

On this basis there will be a delay of approximately one month before the contracts are finalised and the lenders are able to commence their credit approval processes.

Major Contracts

In the interim the outstanding work on the Mining contract and Ancillary Works contract referred to in the Announcement has been completed and these contracts will be ready for submission to the lenders in a mature form by 31st May 2017 and will be reviewed at the 14th June meeting.

Rail Link

DBSA has submitted its application for credit approval and a determination is expected in early June.

Transnet Freight Rail (**TFR**) has advised that it has received internal approval for the construction of the Network Stabilising Facility (**NSF**) which forms an integral part of the link between the main line to Richards Bay and the Boikarabelo Mine. TFR has mobilised its contractors and they are expected to be on-site by 30th June 2017. Construction of the NSF is scheduled to commence on 1st July 2017 and to be completed by 30th September 2017.

Noble Group Limited

Approvals have been obtained to effect the second draw down under the extended Noble Facility Agreement, notified to the market on 14th March 2017, ahead of schedule.

Other

In order to accommodate the delay in the all party meeting the next board meeting will be postponed to a date to be fixed in July.

Yours sincerely

Denis Gately

Chairman

For and on behalf of the Board

About Resgen:

Resource Generation Limited (Resgen) is an emerging ASX and JSE-listed energy company, currently developing the Boikarabelo Coal Mine in South Africa's Waterberg region. The Waterberg accounts for around 40% of the country's currently known coal resources. The Coal Resources and Reserves for the Boikarabelo Coal Mine, held through the operating subsidiary Ledjadja Coal, were recently updated based upon a new mine plan and execution strategy. The Boikarabelo Coal Resources total 995Mt and the Coal Reserves total 267Mt applying the JORC Code 2012 (ASX Announcement: 23 January 2017. In accordance with Listing Rule 5.23.2 the Company confirms that it is not aware of any new information that would impact on the reported Coal Resources and Coal Reserves for Boikarabelo). Stage 1 of the mine development targets saleable coal production of 6 million tonnes per annum. Ledjadja Coal is a Black Economic Empowerment subsidiary (BEE) operating under South Africa's Broad-based Black Economic Empowerment Act, Section 9(5): Codes of Good Practice

ResGen's primary shareholders are the Public Investment Corporation of South Africa (PIC), Noble Group and Altius Investment Holdings.

For further information please contact:

Mike Meintjes, Company Secretary on mmeintjes@resgen.com.au or +61 413 706 143

Media enquiries:

Australia: Martin Debelle on + 61 282 340 102

South Africa: Charmane Russell/Thembisa Kotobe on +27 11 880 3924