NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES

YANCOAL
兖煤澳大利亚有限公司

ABN 82 111 859 119

For all enquiries:

Phone:
(within Australia) 1300 059 020
(outside Australia) +61 3 9415 4292

Web:
www.investorcentre.com/contact

Make your payment:

See overleaf for details of the Entitlement Offer and how to make your payment

Renounceable Entitlement Offer — Entitlement and Acceptance Form

If you are paying by BPAY®, your payment must be received by 5:00pm (Sydney, Australia time) Friday, 25 August 2017. If you are paying by cheque, bank draft or money order, your payment must be received by 5:00pm (Sydney, Australia time) Tuesday, 22 August 2017.

This Entitlement and Acceptance Form relates to a renounceable entitlement offer of New Shares to Eligible Shareholders of the Company. Terms used but not defined in this Entitlement and Acceptance Form have the meaning given to them in the Entitlement Offer Booklet dated 1 August 2017 prepared by the Company in connection with the Entitlement Offer.

This is an important document that requires your immediate attention. It can only be used in relation to the shareholding represented by the details printed overleaf. If you are in doubt about how to deal with this Entitlement and Acceptance Form, please contact your financial or other professional adviser.

As an Eligible Shareholder, you are entitled to acquire 23.6 New Shares for every one Share that you hold on the Record Date at the Offer Price of US$0.10 per New Share. Eligible Shareholders can pay for New Shares in A$ or US$. If an Eligible Shareholder applies in A$ the indicative price to pay is A$0.125 per New Share (the A$ equivalent of US$0.10 based on a spot exchange rate of A$ to US$ (at 7pm on 31 July 2017) of 0.80 as described in section 1.8 of the Entitlement Offer Booklet). The Application Monies submitted in A$ will be converted to US$ at the spot rate prevailing on the Entitlement Offer Closing date (being Friday, 25 August 2017) (less their pro rata share of the costs incurred by the Company for all such conversions, the **US$ Equivalent Amount**). Accordingly, if an Eligible Shareholder applies for New Shares in A$, they will be taken to have applied for that number of New Shares equal to their US$ Equivalent Amount divided by the Offer Price (subject to rounding).

ASX will quote a market for Entitlements between 4 August 2017 and 18 August 2017. Please refer to the Entitlement Offer Booklet for details on how to renounce your Entitlements.

IMPORTANT: The Entitlement Offer is made under the Entitlement Offer Booklet dated 1 August 2017. The Entitlement Offer Booklet contains information about investing in New Shares. Before applying for New Shares or Additional New Shares, you should carefully read and consider the Entitlement Offer Booklet. This Entitlement and Acceptance Form should be read in conjunction with the Entitlement Offer Booklet.

Step 1: Registration Name & Offer Details

Details of the shareholding and Entitlements for the Entitlement Offer are shown overleaf. Please check the details provided and update your address via www.investorcentre.com if any of the details are incorrect.

If you have a CHESS sponsored holding, please contact your Controlling Participant to notify a change of address.

Step 2: Make Your Payment

You can apply to accept either all or part of your Entitlement. If you take up your full Entitlement, you may also apply for Additional New Shares. Enter the number of New Shares and Additional New Shares you wish to apply for and the amount of payment for those Shares.

By making your payment you confirm that you agree to all of the terms and conditions as detailed in the Entitlement Offer Booklet dated 1 August 2017 including, but not limited to the representations and warranties set out in Section 8.5 of the Entitlement Offer Booklet.

Choose one of the payment methods shown below.
BPAY® (if paying in Australian dollars): See overleaf. Do not return the payment slip with BPAY payment. BPAY payments can only be made in A$.
By Mail: Complete the reverse side of the payment slip and detach and return with your payment. Make your cheque, bank draft or money order payable to "**Yancoal Entitlement Offer**" and cross "**Not Negotiable**". The cheque must be drawn from an Australian bank. Cash is not accepted. If you are paying by cheque, bank draft or money order, your payment must be received by 5:00pm (Sydney, Australia time) Tuesday, 22 August 2017.

Applicants can take up their Entitlements by making payment in US$ or A$. If you pay in US$ you will need to pay US$0.10 per New Share. See section 1.8 of the Entitlement Offer Booklet for further details.

Payment will be processed on the day of receipt and as such, sufficient cleared funds must be held in your account as cheques received may not be re-presented and may result in your Application being rejected. Paperclip (do not staple) your cheque(s) to the payment slip. Receipts will not be forwarded. Funds cannot be debited directly from your account.

Entering your contact details is not compulsory, but will assist us if we need to contact you.

Sale of your Entitlements in full by your Stockbroker/Agent
If you wish to sell your Entitlements in full, you should instruct your stockbroker personally and provide details as requested, which appear overleaf.

DO NOT forward your requests for sale to Computershare Investor Services Pty Limited.

Disposal of your Entitlements held on the Issuer sponsored sub-register
A Standard Renunciation Form must be used for an off market transfer of Entitlements.These forms may be obtained from your stockbroker or Computershare Investor Services Pty Limited.

Sale of your Entitlements in part by your Stockbroker/Agent and take up the balance
If you wish to sell part of your Entitlements and take up the balance you should:
- Instruct your stockbroker personally and provide details as requested, which appear overleaf, **AND**
- Send the payment slip to Computershare Investor Services Pty Limited with your cheque, bank draft or money order payment **OR** make payment using BPAY (if paying in Australian dollars), in order to take up the balance of your Entitlements.

® Registered to **BPAY** Pty Limited ABN 69 079 137 518

Turn over for details of the Entitlement Offer ➔

SAMPLE

Renounceable Entitlement Offer - Entitlement and Acceptance Form

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STEP 1 Registration Name & Entitlement Offer Details

For your security keep your SRN/ HIN confidential.

Registration Name:

Entitlement No:

Offer Details:

Existing Shares entitled to participate in the Entitlement Offer as at 7.00pm on Monday, 7 August 2017:	
Entitlement to New Shares on a 23.6 for 1 basis:	
Amount payable on full acceptance at US$0.10 per New Share:	**OR**
*Indicative amount payable on full acceptance at A$0.125 per New Share:	

*This amount is based on the spot exchange rate of $0.80 being the spot exchange rate of A$ to US$ on 31 July 2017. If you apply in A$, the Application Monies you submit will be converted to US$ at the spot rate prevailing on the Entitlement Offer Closing Date (being 25 August 2017).

STEP 2 Make Your Payment

BPAY

Biller Code: 999999
Ref No:

Contact your financial institution to make your payment from your cheque or savings account.

Pay by Mail:

Make your cheque, bank draft or money order payable to "**Yancoal Entitlement Offer**" and cross "**Not Negotiable**".
Return your cheque with the below payment slip to:
Computershare Investor Services Pty Limited
GPO BOX 505 Melbourne Victoria 3001 Australia

Lodgement of Acceptance

If you are applying for New Shares and your payment is being made by BPAY (where you are paying in Australian dollars), you do not need to return the payment slip below. Your payment must be received by no later than Friday, 25 August 2017. Applicants should be aware that their own financial institution may implement earlier cut off times with regards to electronic payment, and should therefore take this into consideration when making payment. Neither Computershare Investor Services Pty Limited (**CIS**) nor the Company accepts any responsibility for loss incurred through incorrectly completed BPAY payments. It is the responsibility of the applicant to ensure that funds submitted through BPAY are received by this time.

If you are paying by cheque, bank draft or money order the payment slip below must be received by CIS by no later than Tuesday, 22 August 2017. You should allow sufficient time for this to occur. A reply paid envelope is enclosed for shareholders in Australia. Other Eligible Shareholders will need to affix the appropriate postage. Return the payment slip below with cheque attached. Neither CIS nor the Company accepts any responsibility if you lodge the payment slip below at any other address or by any other means.

Privacy Notice

The personal information you provide on this form is collected by CIS, as registrar for the Company, for the purpose of maintaining registers of securityholders, facilitating distribution payments and other corporate actions and communications. In addition, the Company may authorise us on their behalf to send you marketing material or include such material in a corporate communication. You may elect not to receive marketing material by contacting CIS using the details provided above or emailing privacy@computershare.com.au. We may be required to collect your personal information under the Corporations Act 2001 (Cth) and ASX Settlement Operating Rules. We may disclose your personal information to our related bodies corporate and to other individuals or companies who assist us in supplying our services or who perform functions on our behalf, to the Company for whom we maintain securities registers or to third parties upon direction by the Company where related to the Company's administration of your securityholding, or as otherwise required or authorised by law. Some of these recipients may be located outside Australia, including in the following countries: Canada, New Zealand, the People's Republic of China, Hong Kong, Singapore, the United Kingdom, and the United States of America. For further details, including how to access and correct your personal information, and information on our privacy complaints handling procedure, please contact our Privacy Officer at privacy@computershare.com.au or see our Privacy Policy at http://www.computershare.com/au.

Detach here

Yancoal Australia Limited Acceptance Payment Details

Number of New Shares applied for under your Entitlement:

Additional New Shares applied for:

Amount enclosed per New Share and Additional New Share (please circle relevant application currency): **US$ or A$** .

Entitlement No:

Payment must be received by Tuesday, 22 August 2017

Contact Details

Contact Name _____ **Daytime Telephone** _____

Cheque Details

Drawer	Cheque Number	BSB Number	Account Number	Amount of Cheque
				US$/A$

SAMPLE