



(In Liquidation) (Receivers and Managers Appointed)

C/- KPMG Restructuring Services

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28 June 2018

**Notification of no likelihood of any future distribution to shareholders (ASX:KBL)
and options holders (KBLO)**

Sydney, New South Wales: KBL Mining Ltd (In Liquidation) (Receivers and Managers Appointed) (“KBL” or “Company”) (**ASX: KBL**) wishes to advise that at a meeting of creditors on Friday 22 June 2018 the creditors of the Company resolved that the Deed of Company Arrangement be terminated, that the Company be wound up, and that myself and Stephen Vaughan be appointed as Joint and Several Liquidators of the Company.

Next steps – shareholders (ASX:KBL) and options holders (KBLO) – no likelihood you will receive any further distribution in the course of winding up the Company

Based on our understanding of the quantum of creditor claims against the Company and our preliminary investigations as to potential recoveries available to us as liquidators, we declare that there is no likelihood that shareholders or options holders will receive any further distribution in the course of the winding up of the Company.

This declaration is made in respect of:

- shareholdings in the equity of the Company as listed on the Australian Stock Exchange (ASX:KBL); and
- in respect of any equity options in the Company.

This declaration does not apply in relation to convertible notes (**ASX:KBLGA**) (which rank for an unsecured creditor claim in the estate of the Company) (Noteholders). Noteholders will continue to receive communication from the Liquidators in respect of their statutory investigations and any potential recoveries which, if pursued and successful, may result in a future distribution.

Further information and queries

Should you have any queries in relation to dealing with shareholdings or options holdings from this point forward you may find further information available from the Australian Taxation Office here: <https://www.ato.gov.au/General/Capital-gains-tax/Shares,-units-and-similar-investments/Investments-in-a-company-in-liquidation-or-administration/>.

All shareholders, options holders, and creditors should seek their own independent taxation advice in all circumstances.



Should you have any queries in relation to this matter, information is available for creditors at the KPMG KBL Information Page at <http://www.kpmg.com/au/kbl-mining>.

Specific queries may be directed via email at kbl@kpmg.com.au. Please note that we will endeavour to respond to queries within 10 days, however to the extent that the information is available on the KPMG KBL Information Page you will be directed to that page for information.

Yours faithfully

A handwritten signature in blue ink, appearing to read 'Matthew Woods'.

Matthew Woods
Joint & Several Liquidator