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ASX Market Announcements
ASX Limited

Via E lodgement

COMPLETES COAL AND IRON ORE ACQUISITION AND BOARD CHANGES

Highlights:

Iron Ore

- Acquires a 90% interest in PT MSM which operates an iron ore mine located in the established mining province of West Sumatra, Indonesia.
- Highly marketable product
- Key customer being Krakatoa Steel
- Consideration being US\$2.5m over staged payments plus a royalty

Coal

- Acquires a 70% interest in PT TPN which has a high calorie operating anthracite coal mine located in the established mining province of West Sumatra, Indonesia.
- Consideration being US\$150,000 over staged payments plus a royalty

Additional board changes

Coal Fe Resources Ltd (**Coal Fe** or the **Company**) is pleased to announce that shareholders have unanimously approved all resolutions put to the shareholder meeting today, providing a strong endorsement of the future direction of the Company.

Shareholders approved:

- The acquisition of 90% shareholding in Pt Mineral Sukses Makmur
- The acquisition of 70% shareholding in Pt Tunggal Putra Nusantara

The acquisitions are in line with the goal stated by Managing Director, Mr Robert Swarbrick, to acquire *“near production coal projects in Indonesia, which possess high grade coal, where the Company can be the owner operator producing cash-flow within 12 months and delivering returns to shareholders.”*

The Company is pleased to announce that all due diligence has been satisfied and the conditions precedent met, allowing the Company to move to full settlement of the acquisition and gain the controlling shareholding in these projects.

It is believed that the transaction will provide the Company with access to cash-flow opportunities, potentially leading to a re-rating of the Company as a producer.

Full details of the projects are outline in previous ASX announcements.

The Company has proceeded to issue the shares and options to the relevant parties as approved by shareholders. An appendix 3B will follow.



NEW BOARD STRUCTURE

Following completion of the transactions, the Board of Coal Fe has been restructured to increase the experience of the board in assisting the Company to finance and develop the new projects.

To this end, Mr Faris Azmi Abdul Rahman and Mr Moon Hean Chong will remain on the board as non-executive directors, together with Mr Robert Swarbrick as Managing Director.

Also joining the Board will be Mr Ben Donovan. Mr Donovan is a member of Chartered Secretaries Australia and provides corporate advisory and consultancy services to a number of companies. Mr Donovan is currently a director and company secretary of several ASX listed and public unlisted companies, and has extensive experience in listing rules compliance and corporate governance, having served as a Senior Adviser at the Australian Securities Exchange (ASX) in Perth, including as a member of the ASX JORC Committee. In addition, Mr Donovan has experience in the capital markets having raised capital and assisted numerous companies on achieving a listing on ASX, as well as a period of time as a private client adviser at a boutique stockbroking group.

The remaining current Board members being Mr Foo Khee Chan and Mr Yeo Wee Thow have resigned from the Board.

Mr Donovan will also take over as company secretary following completion of the Transaction, replacing Mr Jatin Cholera.

The Board would like to thank both directors and Jatin for their service to the Company and wish them well in the future endeavours.

An appendix 3X for Mr Donovan and 3Z's for both directors will follow.

MANAGING DIRECTORS COMMENTS

Commenting on the overwhelming support from shareholders, Managing Director Robert Swarbrick said *"Shareholders have provided a strong endorsement of the vision to turn Coal Fe into a company that can develop and commercialize mines in Indonesia. These two initial projects will fast track this process with the view to the Company being a producer capable of providing benefits back to shareholders. I thank the shareholders for their support of our vision and we look forward to delivering returns to shareholders."*

Regards

Robert Swarbrick
Managing Director