

ASX ANNOUNCEMENT / MEDIA RELEASE
29 March 2023

Infill Drilling Commenced at Cokal's BBM Metallurgical Coal Mine, Targetting Conversion of Resources to additional Reserves. Batu Tuhup Jetty Construction to Commence

Key Highlights

- **Cokal has commenced an infill drilling programme at the BBM Metallurgical Coal Mine**
- **Infill drilling is targetting conversion of BBM's significant 260.2Mt resource base into additional reserves, translating to potential mine-life extensions and/or increased production capacity**
- **Batu Tuhup Jetty construction to commence in April 2023, with Cokal final preparations being completed**
- **The Batu Tuhup Jetty is a critical piece of infrastructure that will facilitate BBM production ramping-up more quickly.**

Cokal Limited (**Cokal**) (ASX: **CKA**) is pleased to provide the following updates on the Bumi Barito Mineral (**BBM**) metallurgical coal mine (Cokal 60%).

BBM Infill Drilling

- Cokal has commenced infill drilling activities at its flagship BBM Metallurgical Coal Mine, which will form the basis of further resource and reserve definition and expansion.
- The infill drilling is targetting conversion of BBM's significant 260.2Mt resource base (18.8Mt measured, 22.9Mt indicated and 218.5Mt inferred) into reserves, translating to potential mine-life extensions and/or increased production capacity.

Drill Programme

- Infill drilling underway, targetting Seams J & I adjacent to the Pit 3 mining area, and the extended pit expansion area.
- The drilling program consists of 42 new drill holes of the most prospective targets closest to the Pit 3 crop line area.

- Drill spacing will predominately be 100m, but will also include additional areas spacings of 150m to 200m.
- Drilling Methods: Partial core (+/- 2 meter before the prediction of coal depth through 2-3 meter after seam I (for geophysical logging pockets).

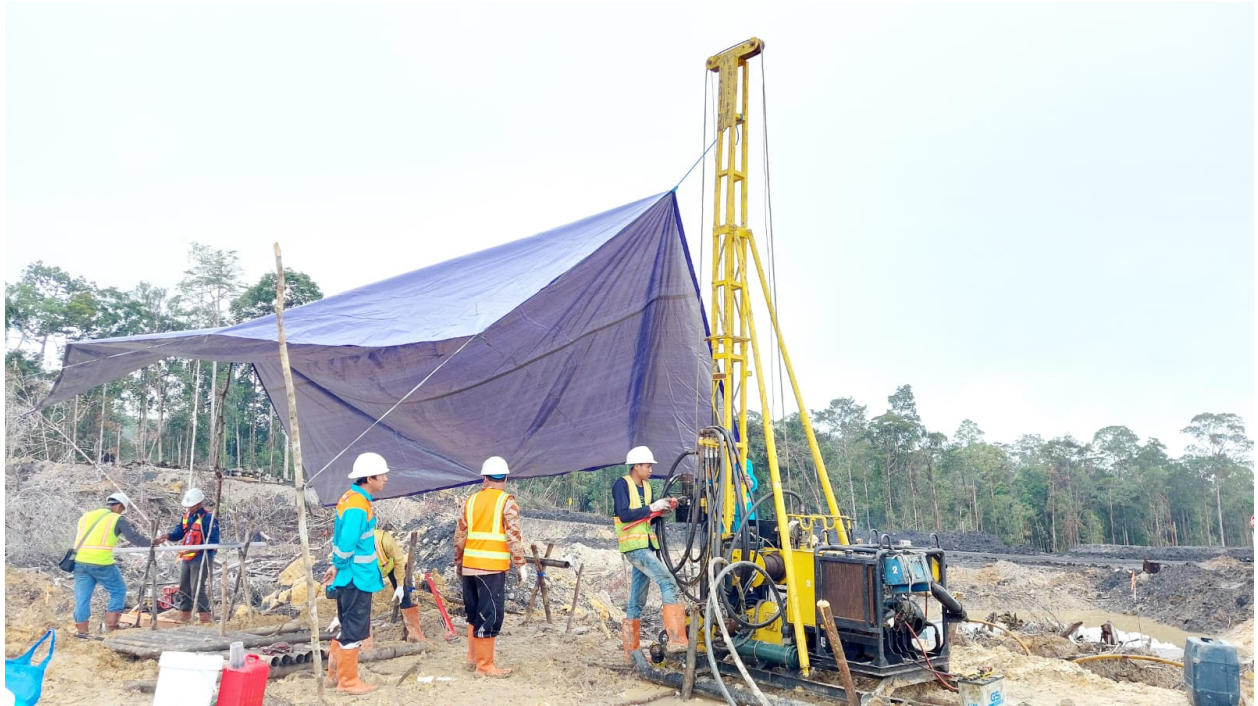
Drill Planning

Description	Total	Unit	Remark
Total of Drill plan	42	Holes	
Total Drilling Meters	1630	m	
Open Hole Drilling	1140	m	70% of total holes
Coring	490	m	30% of total holes

Program Time frame

Drilling work has commenced and is estimated to take 80 days to be completed, which will include sampling results.





Batu Tuhup Jetty Construction

The Batu Tuhup Jetty is a critical piece of infrastructure that will facilitate BBM production ramping-up to an increased saleable production capacity.

- Engineering & Fabrication Design works being finalised and on site construction activities for permanent Batu Tuhup Jetty to commence in April 2023 with final preparations underway.
- The Batu Tuhup Jetty construction will initially comprise a 1,000 tonne per hour Coal Handling Facility and Loading Jetty.
- This infrastructure will load coal from the stockpile on to barges with a capacity of 4,000 DWT, which will then be sent via the Barito River to the ISP in Buntok.
- The design and construction of the Coal Handling System includes a Take Up Tower, Relocatable Hopper, Discharging Conveyor, Loading Conveyor and Barge Loading Conveyor with an estimated completion time of 9 months.
- Cokal is working with PT Rexline Engineering Indonesia (“Rexline”), an Australian company and one of the leading EPCM contractors in Indonesia.
- Rexline possesses complete in-house design, mechanical, electrical, and civil engineering capabilities with a heavy fabrication facility in Lamongan.

Market Updates

Haul Road

An update on the Haul Road will be available shortly, now that the road has connected.

Initial Coal Sales

All current production is pre sold under Cokal's arrangements with its offtake partners. There is now sufficient coal stockpiles at the Batu Tuhup Jetty to service shipments to Cokal's domestic offtake partner PT Sumber Global Energy (**SGE**). SGE is responsible for sending their barges to Batu Tuhup to collect Cokal's coal.

Under the terms of the offtake agreement with SGE, Cokal will receive 50% of the payment for the coal upon their barges arriving at the Batu Tuhup Jetty, an additional 40% upon the coal being loaded onto their barges and the final 10% when documentation is finalised.

Initial sales will be oxidised material taken from the top of the coal seam and will therefore be sold as high grade thermal. Current mining has already reached the high grade metallurgical coal.

The Company will update the market when the SGE barges arrive at the Batu Tuhup Jetty to take delivery of first sales.

ENDS

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This ASX announcement was authorised for release by the Board of Cokal Limited.

About Cokal Limited

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in four projects in Central Kalimantan, Indonesia considered prospective for metallurgical coal.

Compliance Statement

This announcement contains information relating to Mineral Resources Estimates in respect of the BBM Project extracted from ASX market announcement dated 2 September 2022 - Annual Mineral Resources and Ore Reserves Statement and reported in accordance with the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" ("2012 JORC Code"). CKA confirms that it is not aware of any new information or data that materially affects the information included in the abovementioned ASX market announcement.

Forward Looking Statements

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as "may", "will", "expect", "intend", "plan", "estimate",

“anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company’s business and operations in the future. The company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company’s control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

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