



28 February 2017

Pre-reinstatement disclosure

ZYL Limited (to be renamed "Hawkstone Mining Limited") (the **Company**) makes the following pre-reinstatement disclosure in accordance with ASX's reinstatement conditions. Capitalised terms not defined have the meaning ascribed in the Company's prospectus dated 30 September 2016 (**Prospectus**).

Capital structure

The Company confirms that upon reinstatement the capital structure will be as follows:

Number	Security Description
276,127,995	Fully paid ordinary shares

Business Strategy

The Company's business strategy is to enhance Shareholder wealth by undertaking exploration work programmes with a view to determining possible mine development options on mineral projects it holds or acquires an interest in, while continuing to identify and evaluate opportunities to create shareholder value.

Upon reinstatement the Company's main asset will be the Kangwane South Project. The Kangwane South Project (also known as the Southern Anthracite Project) is an anthracite project located approximately 100 kilometres from the coast to the Matola Terminal at Maputo Port in Mozambique and approximately 25 kilometres to the south of the Kangwane Central Project.

The Company intends to undertake a ten hole drill program within the first 6 months to enhance the already extensive database for use in mine design and engineering studies, as well as increasing the confidence of the current JORC Resource at the asset. Feasibility studies will be conducted following on from the proposed drill program assuming the program and resulting analysis is positive, so that the Company can determine future work programs for the asset.

In May 2013 the Company announced a mining right was granted for the Kangwane South Project to Altius Trading 404 (Pty) Ltd (an entity controlled by the Company) (**Altius**). The Company announced the mining right would be issued following the submission of statutorily prescribed information required by the South African Department of Mineral Resources (**DMR**).

As at the date of this announcement the Company confirms:

1. a financial provision, in the form of a guarantee for the amount of ZAR 5,574,974 (A\$565,755), has been provided to the DMR;

2. the environmental authorisation has been approved;
3. the mining right was notarially executed on 22 February 2017;
4. the Company has permission from DMR to perform further exploration work on the Project; and
5. that, accordingly, the Company may now access the Project to commence its proposed exploration activities.

Confirmations

The Company confirms it is in compliance with the Listings Rules, and in particular, Listing Rule 3.1.

For further information, please contact:

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