

02 May 2017

## ACACIA RECEIVES NOTICE OF EXERCISE OF OPTION TO ACQUIRE COMET RIDGE

Acacia Coal Limited (ASX:AJC) (the “Company”) is pleased to announce that it has received notification from Bowen Coking Coal Pty Ltd (“BCC”) of the formal exercise of its option to acquire Comet Ridge from the Company.

The sale of Comet Ridge is now subject only to the receipt of the consideration due to Acacia under the terms of Acacia’s agreement with BCC, which is a further \$350,000 in cash and \$400,000 in shares in a listed entity when BCC achieves a listing on ASX. Acacia notes that BCC has entered into an agreement with Cabral Resources Limited under which BCC will, subject to conditions, be acquired and Cabral relisted on the ASX on successful completion.

The notification by BCC to Acacia of the exercise of the option to acquire Comet Ridge is an important milestone in the transition of the Company to focus on its proposed flagship asset, the Riversdale Anthracite Colliery, whilst allowing the Company to benefit in potential upside in the listing of a consolidated package of coking coal assets in the northern and central Bowen Basin, Queensland via the proposed transaction with Cabral.

Pursuant to the Company’s announcement of 01 May 2017, the Pre-Feasibility Study undertaken by Acacia Coal has demonstrated the significant potential of the Riversdale Anthracite Colliery as a strategic supplier of premium metallurgical coal.

For more details regarding the study undertaken by the Company and the Riversdale Anthracite Colliery, please refer to the announcement and presentation released to the ASX on 01 May 2017.

--ends--