

04 May 2017

Riversdale Anthracite Colliery

Acacia Coal (ASX: AJC) ('Acacia' or the 'Company') refers to the release of the results of its positive Pre-Feasibility Study in relation to the Riversdale Anthracite Colliery on 01 May 2017 (PFS Announcements).

Acacia is encouraged by the results of the work at the Riversdale Anthracite Colliery (RAC) project which commenced as part of the Company's strategy to confirm the nature of the technical, financial and operational merits of RAC.

Further to our announcement of 17 October 2016 ('RAC Announcement') and the PFS Announcements, the Company confirms that completion of the transaction to acquire Coalvent Limited (Transaction), which has the right to acquire a 74% interest in RAC via its agreement with Riversdale Holdings Proprietary Limited (a member of the Rio Tinto Group of Companies), remains subject to conditions as set out in the RAC Announcement, including receipt of s11 Ministerial Consent and approval of the Company's shareholders.

Acacia's strategy is to continue to de-risk the proposed acquisition via continuing to develop RAC as its proposed flagship asset, including via the pursuit of an aggressive confirmatory technical campaign, holding confirmatory meetings with its potential blue-chip customer base and off-takers and pursuing initial commercial marketing studies of RAC's premium product. Management has committed significant resources to pursuing these objectives and the Company will continue to announce the results of this process as and when each yield material results.

For more information on the proposed transaction and the results of the Company's Pre-Feasibility Study in relation to RAC, please refer to Acacia's announcements of 17 October 2016 and 01 May 2017.

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