



MARKET RELEASE

27 March 2018

Allegiance Coal Limited

TRADING HALT

The securities of Allegiance Coal Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Thursday, 29 March 2018 or when the announcement is released to the market.

Security Code: AHQ

Sandra Wutete
Senior Adviser, Listings Compliance (Perth)



27 March 2018

Ms Anjuli Sinniah
Australian Securities Exchange Limited
Level 40 Central Park
152 - 158 St George's Terrace
PERTH WA 6000

By Email: tradinghaltsperth@asx.com.au

Dear Ms Sinniah

REQUEST FOR TRADING HALT

Pursuant to ASX Listing Rule 17.1, Allegiance Coal Limited (the "Company") hereby requests that the ASX grant a trading halt on the Company's shares with immediate effect pending an announcement to the market in relation to a capital raising.

The Company requests that the trading halt remains in place until the earlier of the release of an announcement by the Company about the capital raising and the commencement of normal trading on Thursday 29 March 2018.

The Company is not aware of any reasons why the Trading Halt should not be granted.

Yours sincerely
Allegiance Coal Limited

Jonathan Reynolds
Company Secretary

For more information, please contact:

Mr David Fawcett

Chairman, Allegiance Coal Limited

Mobile: +61 417 692 849

Email: dfawcett@allegiancecoal.com.au

Mr Mark Gray

Managing Director, Allegiance Coal Limited

Mobile: +61 412 899979

Email: mgray@allegiancecoal.com.au

About Allegiance Coal

Allegiance Coal is a publicly listed (ASX:AHQ) Australian company fast tracking a metallurgical coal mine into production in British Columbia, Canada. The Telkwa metallurgical coal project (**Project**) is the Company's flagship project comprising 148Mt of JORC compliant coal resource of which 134Mt is in the Measured Category. The Project and has been the subject of extensive historical exploration and most recently of a pre-feasibility study declaring 43Mt of proven and probable reserves, and positioning the Project in the lowest five percentile of the global seaborne metallurgical coal cost curve.