

**APAC COAL LIMITED**  
(ACN 126 296 295)

**STATEMENT OF COMMITMENTS**  
**BASED ON ACTUAL FUNDS RAISED - \$3,565,000**

APAC Coal Limited (**Company**) intends to use the funds raised from its public offer as follows:

<b>Use of funds</b>	<b>A\$</b>	<b>%</b>
Establishment of Australian operations	<b>1,750,000</b>	<b>49%</b>
Marketing and advertising	<b>525,000</b>	<b>15%</b>
Expenses of the offer	<b>656,000</b>	<b>18%</b>
ASX fees and other miscellaneous	<b>80,000</b>	<b>2%</b>
General working capital <sup>1</sup>	<b>554,500</b>	<b>16%</b>
<b>Total</b>	<b>3,565,500</b>	<b>100%</b>

**Notes:**

1. General working capital may include wages, payments to contractors, rent and outgoings, insurance, accounting, audit, legal and listing fees, other items of a general administrative nature and cash reserves which may be used in connection with any project such as investments and acquisitions, or in connection with any other item in the table above, as determined by the Board at the relevant time.

The above table is a statement of current intentions as at the date of this Announcement. As with any budget, the allocation of funds set out in the above table may change depending on a number of factors. In light of this, the Board reserves the right to alter the way the funds are applied.

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