

ASX ANNOUNCEMENT / MEDIA RELEASE

6 July 2020

Progress update Mining Contract for BBM Coking Coal Project

Highlights

- **Mining contract bids received from three reputable mining and haulage contractors**
- **Short list comprises of two tier 1 outstanding contractors**
- **Finalising details and commercial terms to select the preferred contractor**
- **Cokal team working hard to achieve the best results for shareholders**

Cokal Limited (ASX:CKA, “Cokal” or “the Company”) advise the following update on progress towards the selection of a mining contractor for the Company’s BBM Project in Central Kalimantan.

Coal Mining Tenders

Mining contract proposals from three (3) reputable mining contractors with extensive experience in open pit coal mining and/or haulage in Indonesia were received but some were delayed due to the impact of the Covid19 global pandemic.

Of these three, two (2) tenderers have been shortlisted and are being evaluated by Cokal’s technical and commercial teams. Negotiations to refine the terms of the contracts of the preferred tenders have continued into July as Cokal endeavour to deliver the best outcome for the initial production years of the BBM coal project.

It is hoped that a successful resolution will be concluded before the end of the July, but due to unforeseen delays caused by the Covid-19 pandemic, this timeframe cannot be guaranteed. However, Cokal will endeavour to provide regular updates of progress throughout the month of July.

Although the overall startup schedule is still largely on track, minor delays in our progress are expected due to travel restrictions.

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This ASX announcement was authorised for release by the Board of Cokal Limited.

About Cokal Limited

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in four projects in Central Kalimantan, Indonesia, which are considered prospective for metallurgical coal.

Forward Looking Statements

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

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