



5 December 2014

ASX Market Announcements
ASX Limited

Via E-lodgement

CORPORATE UPDATE

The Board of Coal Fe Resources Limited (“CES” or the Company) would like to update shareholders on the status of the company

Following from the AGM, the Company will be renamed Aus Asia Minerals Limited. Currently the Company is finalising legal formalities with ASIC and ASX. It is expected that this will be finalised next week and Aus Asia Minerals Limited will trade under the ASX code of AQJ.

Furthermore the Company will be releasing its new website www.ausasiaminerals.com

Board Changes

The Company advises the current board will be restructured. Robert Swarbrick will expand his role to Executive Chairman. Furthermore the Company expects to announce the appointment of an experienced independent Executive Director. The person concerned has over 25 years experience in Indonesia. When the appointment is formalised, the Company will update the market.

PT MSM – Solok Iron Ore Project

The Company is pleased to inform the market that all legal formalities are now in place for PT MSM. The Company has a 90% interest in PT MSM and the necessary production, mining, export, smelter and foreign based Company permits are all in place.

Furthermore Krakatou Steel have indicated that they will pay PT MSM 900,000 IDR/MT which is approximately \$87 AUD/MT or \$73 USD/MT. Krakatoa Steel is the largest Steel maker in Indonesia.

The Company advises that PT MSM is currently doing sample work and further testing and expects to deliver its first 7,500 MT barge to Krakatou Steel in January/ February 2015.

PT TPN- Painan High Calorie Coal Project

The Company expects to begin drilling in early January/ February 2015 with a view to making its maiden shipment in March 2015. The Company is currently examining acquiring 2 surrounding concessions which appear to have similar High Grade Anthracite Coal Seams.

The Company will continue to advise the market as this progresses.

FUTURE ACQUISITION

The Company is pleased to announce that it is in advanced negotiations to acquire a 100% interest in a producing coal mine located in South Kalimantan, Indonesia. The mine currently produces 50,000 MT/Month. The coal is low sulphur and is currently exported to a leading



Chinese Power Group. The Company will look at ways to increase production from its current levels should negotiations be successful.

The Company advises that consideration will be in the form of shares in the company. Furthermore we anticipate executing a Heads of Agreement (“HOA”) in the near future, which will be subject to any necessary regulatory and shareholder approvals.

Capital Raising

The Company can advise it is currently considering a capital raising of up to \$5M AUD to fund existing and new projects. It is envisaged that any capital raising may take the form of equity, convertible notes or debt. The Company has been discussing this with both Australian and offshore groups.

The Company would like to wish all shareholders a Merry Christmas and look forward to a successful 2015.

Robert Swarbrick
Executive Chairman