

QUARTERLY ACTIVITIES REPORT THREE MONTHS to 30 SEPTEMBER 2015

Key activities undertaken by the company in the September 2015 quarter included:

- On 20 July 2015, Bandanna Energy Limited (Administrators Appointed) announced that the Commonwealth Government has issued its approval permit pursuant to the Environmental Protection and Biodiversity Conservation Act (EPBC Act) for the South Galilee Coal Project (Project).

The Project and MLA 70453, is owned by the South Galilee Coal Joint Venture, which is made up of Bandanna Energy Limited (50%) and AMCI (Alpha) Pty Ltd (AMCI) (50%). AMCI is the Manager and Marketing Agent for the Joint Venture.

That permit, which covers the mine area as well as the infrastructure corridor and rail loadout, confirms the authority for the project to proceed under the provisions of the EPBC Act and provides conditions under which the project must be developed and operated. The Joint Venture has confirmed to the Commonwealth Government that it is satisfied with all the conditions that are included in the permit.

The Environmental Impact Statement for the project was also approved by the Queensland Government in December 2014.

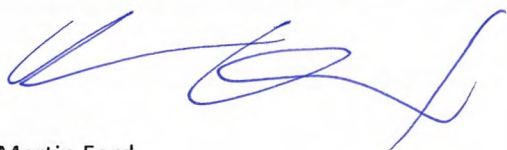
The permit from the Commonwealth Government now secures both State and Commonwealth approval for both the South Galilee and Springsure Creek Coal Projects and confirms the advanced nature of Bandanna Energy's major assets.

- Upon the application of the Administrators, on 30 September 2015, the Supreme Court of Queensland, granted an extension to the convening period to 25 March 2016 to call the second meeting of creditors of Bandanna Energy Limited (Administrators Appointed) and the following subsidiaries:
 - Bandanna Coal Pty Ltd
 - Springsure Creek Coal Pty Ltd (Receivers and Managers Appointed)
 - Springsure Property Holdings Pty Ltd (Receivers and Managers Appointed)
 - Advocate Holdings Pty Ltd
 - Alpha Coal Pty Ltd
 - Arcadia Coal Pty Ltd
 - Bandanna Oil Shale Pty Ltd
 - Carnarvon Coal Pty Ltd
 - Denison Coal Pty Ltd
 - Dingo West Coal Pty Ltd
 - Dingo West Property Holdings Pty Ltd

- DJB Coal Pty Ltd
- Enterprise Energy Pty Ltd
- Fernlee Coal Pty Ltd
- Gemini Energy Pty Ltd
- Springsure Agricultural Holdings Pty Ltd
- Traditional Oil Exploration Limited
- Waitara Coal Pty Ltd

(All Administrators Appointed).

- Minimum expenditure commitments for the tenements were met in the quarter. No further exploration or development work has been carried out during the period.



Martin Ford
Administrator
28 October 2015

Table 1 – Summary of Mining Tenements

Tenement	Applications	Project Name	Geological Setting	BND Interest
EPC 891		Springsure Creek	Bowen Basin, Queensland	100%
	MLA 70486	Springsure Creek	Bowen Basin, Queensland	100%
	MLA 70501	Springsure Creek	Bowen Basin, Queensland	100%
	MLA 70502	Springsure Creek	Bowen Basin, Queensland	100%
EPC 881		Dingo West	Bowen Basin, Queensland	100%
	MLA 80180	Dingo West	Bowen Basin, Queensland	100%
EPC 1048		South Galilee – Tahi	Galilee Basin, Queensland	50%
EPC 1049		South Galilee – Rua	Galilee Basin, Queensland	50%
	MLA 70453	South Galilee	Galilee Basin, Queensland	50%
EPC 1179		South Galilee – Toru	Galilee Basin, Queensland	50%
EPC 1180	MLA 70453	South Galilee – Wha	Galilee Basin, Queensland	50%
EPC 1742		Arcadia	Bowen Basin, Queensland	100%
EPC 1221		Arcturus	Bowen Basin, Queensland	100%
EPC 1189		Carnarvon	Bowen Basin, Queensland	100%
EPC 1195		Carnarvon South	Bowen Basin, Queensland	100%
EPC 1140		Denison	Bowen Basin, Queensland	100%
EPC 1103		Fernlee	Bowen Basin, Queensland	100%
EPC 1185		Fernlee North	Bowen Basin, Queensland	100%
EPC 1131		Gemini	Bowen Basin, Queensland	100%
EPC 1197		Wanella	Bowen Basin, Queensland	100%

Figure 1 – Granted Coal Tenements (EPC) and Mining Lease Applications (MLA)

