

FOR IMMEDIATE RELEASE

21 April 2016

The Manager

Company Announcements Office

ASX Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Atrum Coal NL (ASX Code: ATU)

Convertible Notes and notice under sections 708A(5)(e) and 708A(6) of the *Corporations Act 2001* (Cth)

Atrum Coal NL ACN 153 876 861 (**Atrum**) has today issued a total of 5,804,786 fully paid ordinary Atrum shares (**Share Issue**) and 5,804,786 options for fully paid ordinary Atrum shares with an exercise price of \$0.60 and an exercise period from issue until 2 July 2018 (unless extended for each day of a trading halt or voluntary suspension) (**Option Issue**).

The Share Issue and Option Issue was a result of each convertible noteholder electing, pursuant to convertible notes between Atrum and each investor (each a **Convertible Note**), to convert the investor's advance and money owing under the relevant Convertible Note to fully paid ordinary Atrum shares, with the entitlement to receive one option for each such share.

Atrum notes that the Convertible Notes include a royalty component in respect of Atrum's Groundhog North Project, whereby each investor is entitled to:



ASX:ATU - Share Information
Issued Shares: 189.4m

Registered Office
Level 19, 1 O'Connell St
Sydney, NSW, 2000
T +61 2 8249 1884
E info@atrumcoal.com
www.atrumcoal.com

Board of Directors

Executive Chairman
Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Company Secretary

R Bell
J Wasik
S Boulton
C Vorias
J Chisholm
T Renard

Key Projects

Groundhog	Ownership: 100%
Naskeena	Ownership: 100%
Bowron River	Ownership: 100%

1. (A\$2.00 per tonne of high grade or ultra-high grade anthracite of the first 1 million tonnes of production over and above threshold production of 100,000 tonnes); multiplied by
2. that investor's proportion (expressed as a percentage) that their commitment under the relevant Convertible Note bears on the aggregate of all of the investors' commitments under the Convertible Notes,

(each a **Royalty**).

The Share Issue and Option Issue do not affect any Royalty.

This notice is given by Atrum under sections 708A(5)(e) and 708A(6) of the *Corporations Act 2001* (Cth) (**Act**), as notionally modified by the ASIC Instrument 16-0263.

Atrum advises that:

1. new securities under the Share Issue and Option Issue will be offered for issue without disclosure to investors under Part 6D.2 of the Act;
2. this notice is being given under section 708A(5)(e) of the Act, as notionally modified by ASIC Instrument 16-0263;
3. as at the date of this notice Atrum has complied with:
 - (a) the provisions of Chapter 2M of the Act as they apply to Atrum; and
 - (b) section 674 of the Act as it applies to Atrum; and
4. as at the date of this notice, there is no excluded information of the type referred to in sections 708A(7) and 708A(8).



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Yours faithfully



Theo Renard
Company Secretary



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