

29 April 2011

CAPITAL RAISING

On 14 September 2009 Norwood Abbey Limited (**Company**) announced that it had agreed to acquire Sino-Excel Energy Pte Ltd (**Sino-Excel**), a Singaporean company which, through Henan DeBang Resources Development Co. Ltd (**DeBang**), a wholly-owned People's Republic of China (**PRC**) company, has entered into an Exclusive Technical Consultation and Services Agreement (**Technical Services Agreement**) in relation to the established coal trading business operated by Century Golden Eagle Energy Holdings Co Ltd (**Golden Eagle**) in the People's Republic of China (**PRC**) (**Sino-Excel Acquisition**).

Sino-Excel also intends to examine appropriate opportunities to acquire other coal trading businesses and coal mining concessions in the PRC and the Asia Pacific region over time. Coal trading opportunities are expected to be progressed only if a coal trading licence is in place in DeBang.

The Company is also undertaking a public share offer at 51 cents (post the proposed 30:1 share consolidation) per Share to raise a minimum of \$2.5 million and up to \$7.5 million (**Capital Raising**). The primary purpose of the Capital Raising is to raise working capital for the Company going forward and to demonstrate sufficient spread requirements to enable the Company to apply for re-quotations of its securities on ASX following completion of the Sino-Excel Acquisition. The Capital Raising will not proceed if the Sino-Excel Acquisition does not proceed (and vice versa). Similarly, the Capital Raising will not proceed if the Company is for any reason unable to obtain re-quotations of its Shares on ASX. In addition, certain creditors of the Company have agreed to acquire securities in satisfaction of amounts owing to them by the Company or its related bodies corporate.

A Meeting of Shareholders has been called for 2:30 p.m. (Perth time) on 31 May 2011 to approve the Sino-Excel Acquisition and other related resolutions. In addition, the Meeting will address the required business for the 2009 and 2010 annual general meetings. The meeting will be held at Minter Ellison, Level 49, Central Park, 152-158 St George's Terrace, Perth, Western Australia 6000.

In order to satisfy the requirements of the ASX to seek re-quotations of the Company's Shares the following will be lodged with ASX on 29th April 2011:

- 1) December 2008 Half Yearly report
- 2) 2009 Annual Report
- 3) December 2009 Half Yearly report
- 4) 2010 Annual Report
- 5) December 2010 Half yearly report
- 6) Letter to shareholders
- 7) Notice of Annual General Meeting / Explanatory Memorandum / Independent Experts Report
- 8) Appendix 3B
- 9) ASX Waiver from Listing Rule 7.3.2
- 10) Prospectus

Yours sincerely



Spencer Chan Kum Ee
Chairman