

ASX: RES

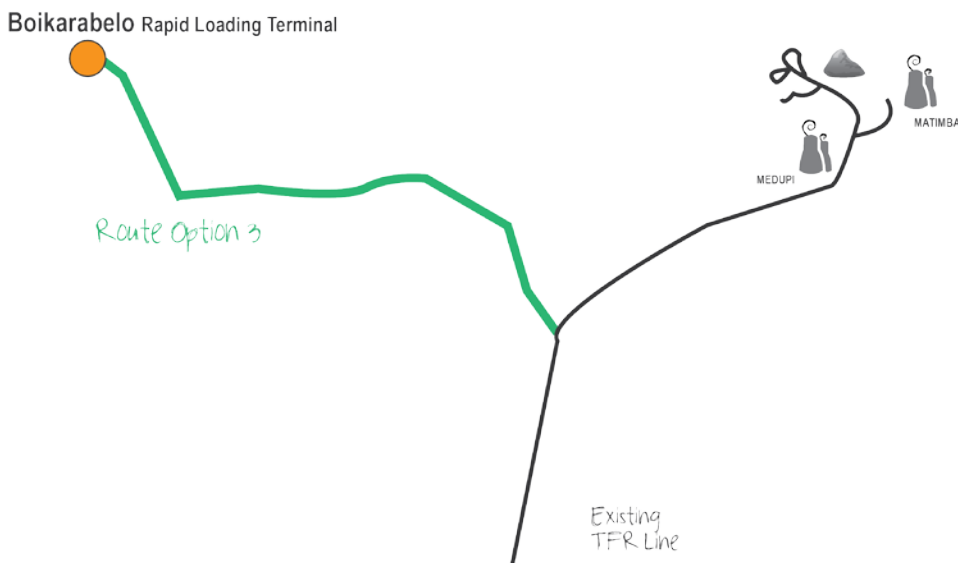
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ASX Release

Rail Link Route Confirmed

Resource Generation has arranged access for its proposed rail link route from the Boikarabelo mine to the existing Transnet rail line in the Waterberg region of South Africa.

The route is highlighted as Route Option 3 in the map below and is 36 kilometres in length, shorter than the originally anticipated 45 kilometre link.



Three farms are being acquired for a total of ZAR67.5 million (approx A\$10 million). ZAR21.1 million was paid in the last quarter and the balance is expected to be settled in the current quarter. Agreements have been signed to acquire an additional farm or a servitude across the farm.

Agreements have been reached for the granting of rail servitudes with the two corporate owners of land for the balance of the rail link. These agreements will be formalised after securing necessary regulatory and environmental approvals for the entire route, the application for which was recently lodged and is expected to take 6 months to be received.

Contacts

Paul Jury, Managing Director on (02) 9376 9000 or
Steve Matthews, Company Secretary on (02) 9376 9000

Media enquiries

Anthony Tregoning (02) 8264 1000

Resource Generation has coal interests in South Africa and Tasmania. Its current priority is to develop its resources in the Waterberg region of South Africa.