

COALBANK

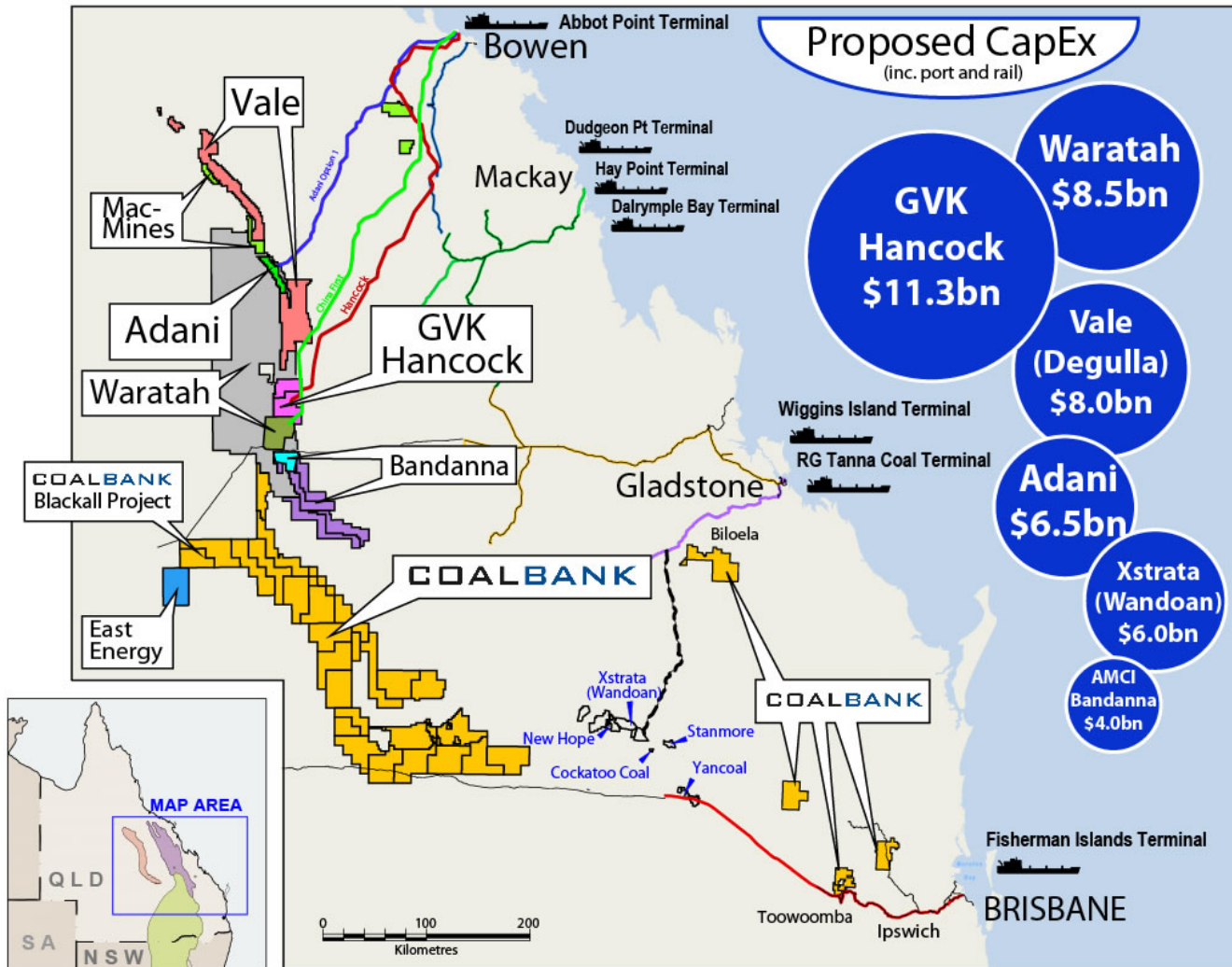
APPROACHING MAIDEN JORC RESOURCE



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Queensland: Emerging Projects and Infrastructure



Source: ABARE and company public presentations/media.

Executive Summary

COALBANK LIMITED (“COALBANK” or “the Company”) is an ASX-listed company (ASX: CBQ) with an extensive portfolio of early stage coal projects in Queensland. The Company holds the largest coal exploration permit footprint in Australia of any ASX-listed company.

SCALE

Tenements exceeding **24,000sqkm** in the **Surat, Galilee, Eromanga and Bowen Basins**

SELECTIVE

Coal tenements selected on the basis of historical waterbore drilling logs that displayed **coal intersections**

EARLY SUCCESS

Repeated, significant, shallow coal intersections over **26km of strike** in drilling in Blackall Project

SUCCESSFUL TEAM

A **proven team** of explorers and developers of early stage coal projects, with world-leading coal geology consultants

UPSIDE

Large upside potential from exploration and strategic acquisition targets

PROVEN AND SECURE REGION

All COALBANK projects neighbour **producing or proven coal assets**
96% of COALBANK’s coal exploration areas lie **outside the Strategic Cropping** Land Protection Areas

MAIDEN JORC RESOURCE IMMINENT

Major drilling program completed at the Blackall Project during the June Quarter of 2012 aimed at delivery of a **maiden JORC coal resource by end of June 2012**. **McElroy Bryan** appointed as Independent Geological Consultant for resource modelling

Strategic Footprint in Queensland Coal Basins

Neighbours all the major players in Australia's recent international coal plays



- **COALBANK: 100%-owned coal projects** in several Queensland basins covering **24,000km²**
- **Multi-deposit potential** in Surat/Eromanga portfolio
- Major projects and infrastructure planned for the region (**> AUD 40 billion including ports and rail**)
- State Government approval for **GVK-Hancock Rail Project** from Alpha Project to Abbot Point Coal Terminal (29 May 2012)
- **Major developers** of regional projects include:
 - **GVK** (Kevin's Corner/Alpha)
 - **Adani** (Carmichael)
 - **Vale** (Degulla)
 - **Xstrata** (Wandoan)
 - **Waratah Coal** (China First)
 - **AMCI** (South Galilee)

Corporate Snapshot

Capital Structure (AUD)	
Share Price	\$0.05
Shares Outstanding	813 m
Market Capitalisation	\$41m



Exchange	<ul style="list-style-type: none"> • Australian Stock Exchange: (ASX: CBQ) • Total Shareholders: 1,200 (approximately)
Equity Holders	<ul style="list-style-type: none"> • Allegro Capital Nominees Pty Ltd (G. Baynton, Director) 49.4% • Affiliated Funds of Och-Ziff Capital Management LLC 11.9% • Square Resources Pty Limited (S. Ever, Director) 3.0% • Other 35.7%

Key Personnel

Bruce Patrick Chief Executive, B.Sc. (Hons), Grad Dip Mgt, Cert. in Mining, MAusIMM

Project Manager for Anglo Coal’s \$800m Lake Lindsay Project, managing the project from initial exploration, through feasibility and approvals, to construction. Open-cut mining project management roles in Anglo Coal’s Operations and Projects and Engineering Group. Early career as a geologist for Coal and Allied Industries and Thiess Mining Division where he assisted in further defining the stratigraphy of the Surat Basin. At Callide Mine in Central Queensland he moved to mining engineering and mine operational management roles.

Lance Grimstone Director, B.Sc. (Hons) Geol. Grad.Dipl. Mangt., F.AusIMM, CPGeo.M.MICA.

An expert geologist with over 40 years’ experience in the exploration, mining and civil engineering industries. For the last 25 years, has consulted to eastern Australian coal operations. He was a key geological consultant to Macarthur Coal Limited prior and post its IPO.

Staffan Ever Director, MBA, M.Sc. (Civil Eng)

Former CEO of QCoal, former General Manager of AMCI Australia (12 years with AMCI). Strong experience in managing and financing coal projects from greenfields to production and marketing. Previously undertook and oversaw equity investments in Gunnedah, Glennies Creek, Coppabella and Moorvale mines.

Dr Peter Jorgensen Senior Geologist, BSc (Hons), PhD, MAusIMM

Over 18 years experience in the Queensland coal industry, more than 20 years general geological experience. Previous roles in exploration, mine site geology and resource evaluation with Anglo Coal, Shell Coal and as a self-employed contract geologist.

Marcus Trost Project Geologist, BSc

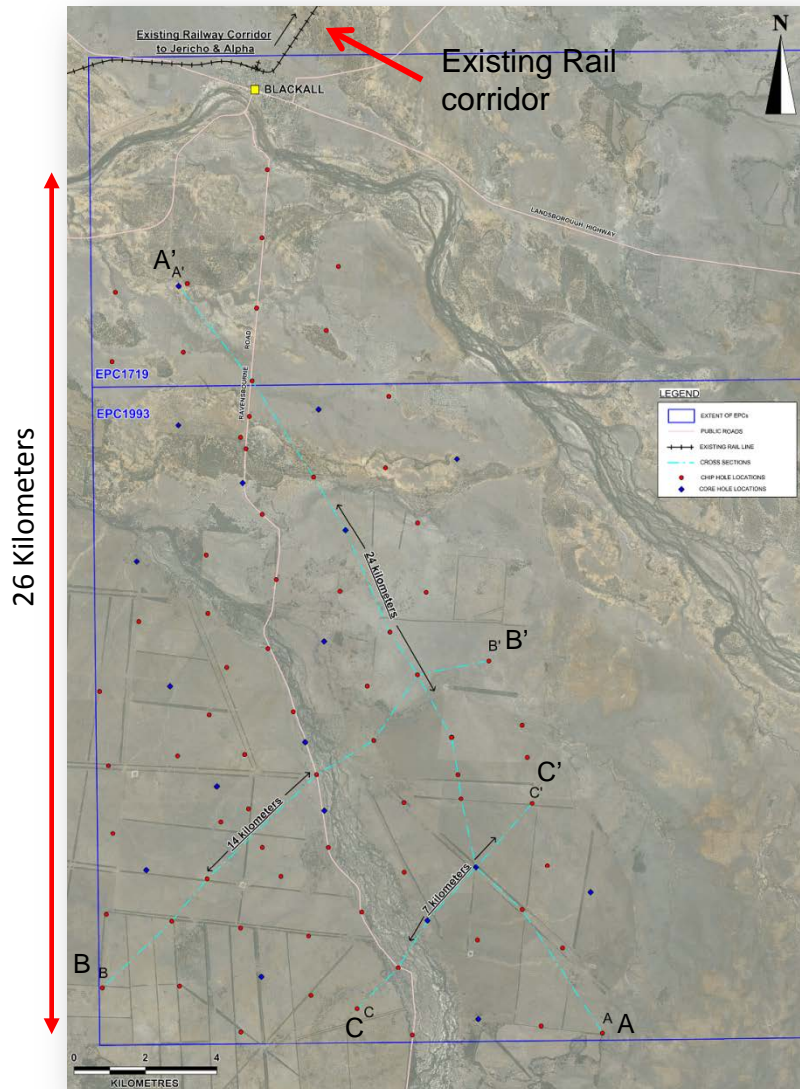
Experienced project exploration geologist . Previous roles include project exploration geologist with Macarthur Coal, Senior Site Geologist/Site Manager REY Resources and Senior Project Geologist with McElroy Bryan Geological Services Pty Ltd.

Greg Baynton Deputy Chairman (Executive), M.Econ St., MBA, B.Bus (Accounting), Grad.Dip. Finance and Investment, FFINSIA.

Founder of Tambo Coal & Gas, Moreton Energy and Coalbank. Expertise in new project generation, capital raisings, corporate structuring, tenure application and administration, government relations and Joint Ventures. Founder and Director of Orbit Capital, former Director of PIPE Networks Limited, current Director of NEXTDC Limited.

Board of Directors	
Roger Clarke	Chairman
Greg Baynton	Deputy Chairman (Executive)
Lance Grimstone	Director
Staffan Ever	Director
William Stubbs	Director
Grahame Baker	Director

Blackall Project – Borehole and Section Location Plan



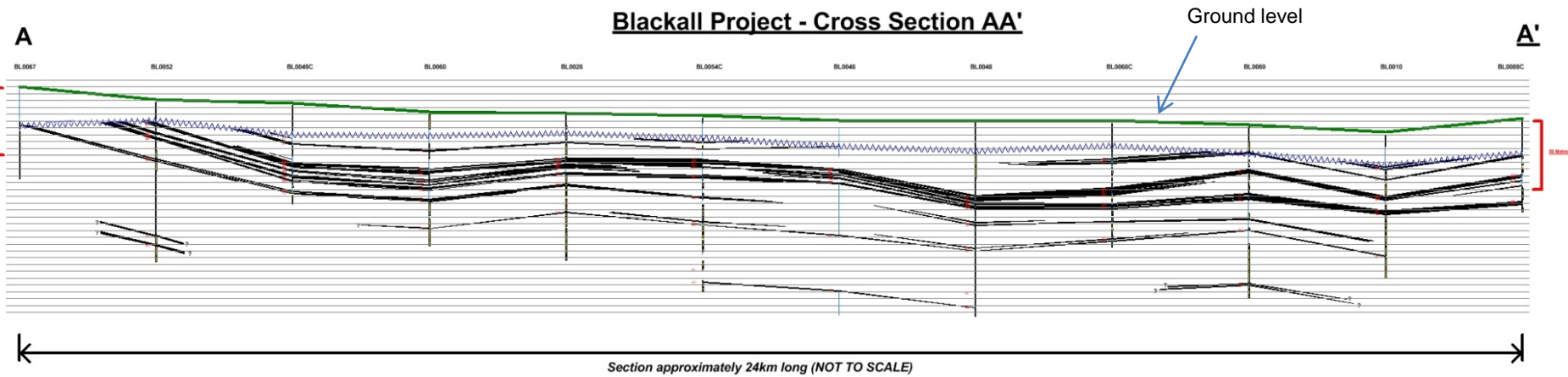
Resource Evaluation Drilling Phase

- Completed on time and on budget
- 76 holes drilled (of which 17 were partially cored for Coal Quality analysis)
- 7378 metres drilled in total (878 metres cored)
- Drilling data under analysis for coal resource evaluation in accordance with JORC criteria

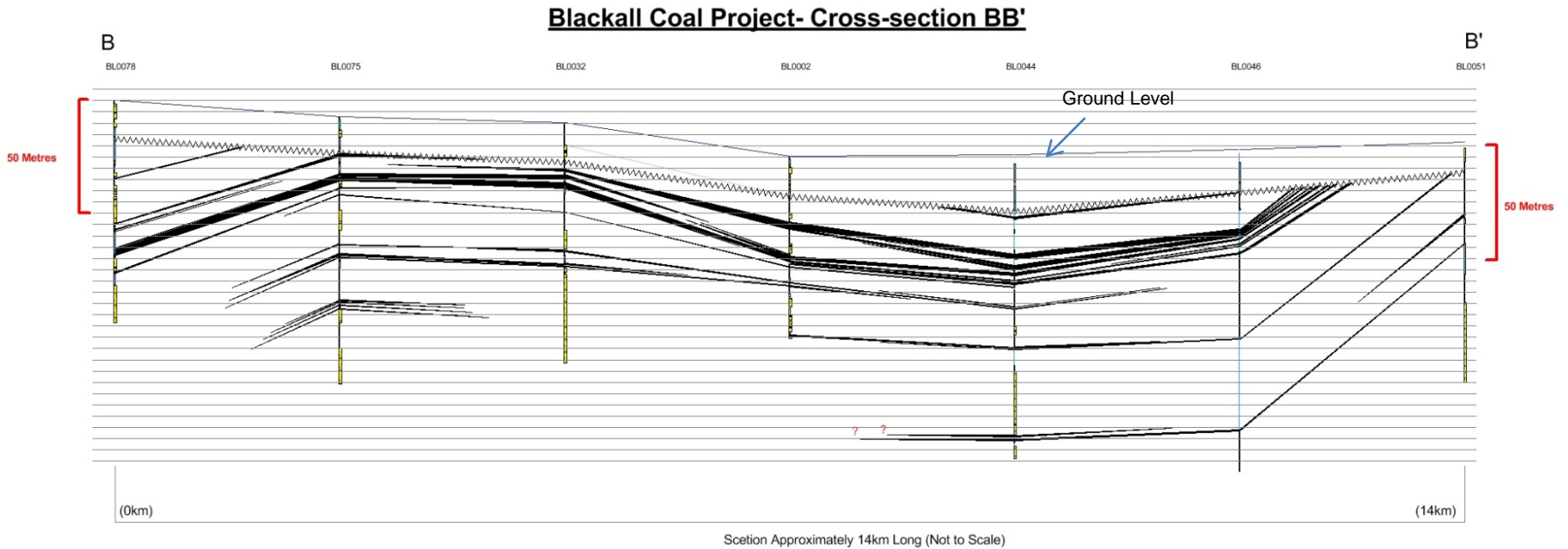
Blackall Project Next Steps

Task	May	June
Laboratory Analysis of Coal Samples	[Blue bar spanning May and June]	
Geological Modelling	[Dark blue bar spanning May and June]	
Coal Resource Evaluation		[Green bar in June]

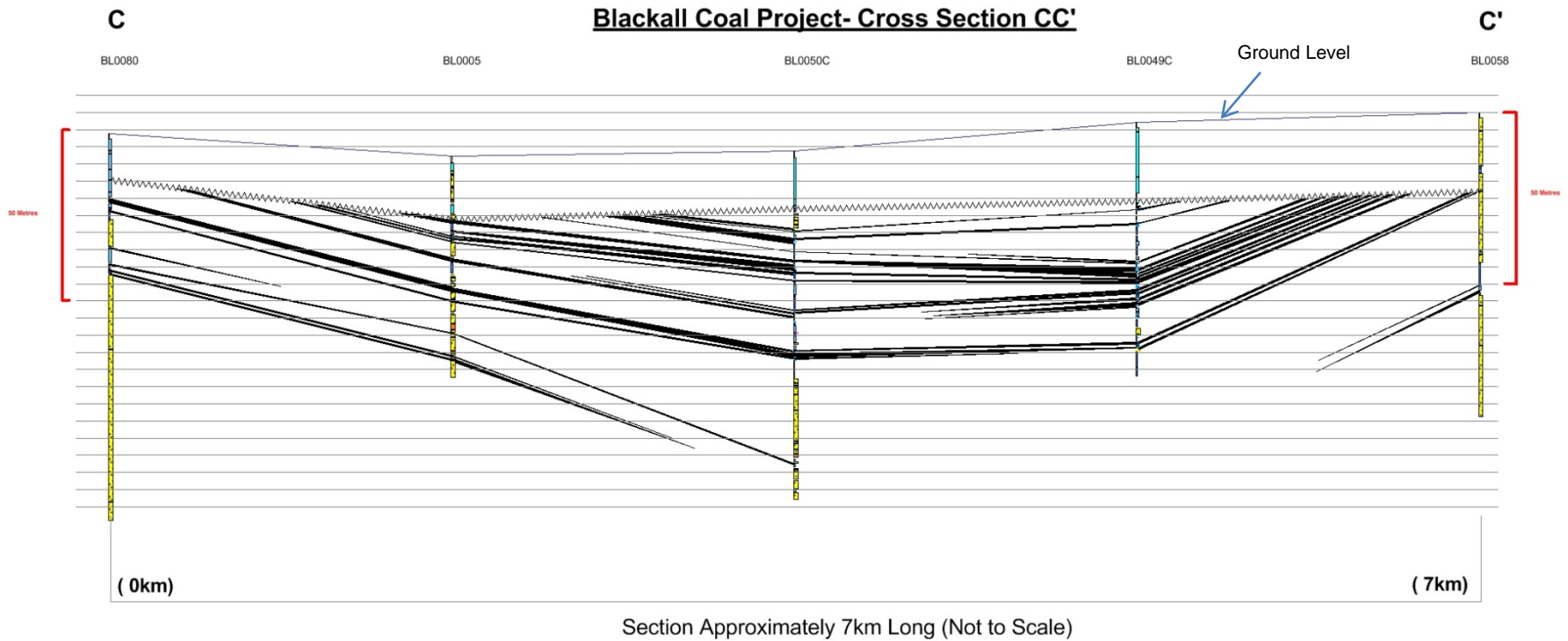
Sample: Cross section AA' (NNW – SSE)



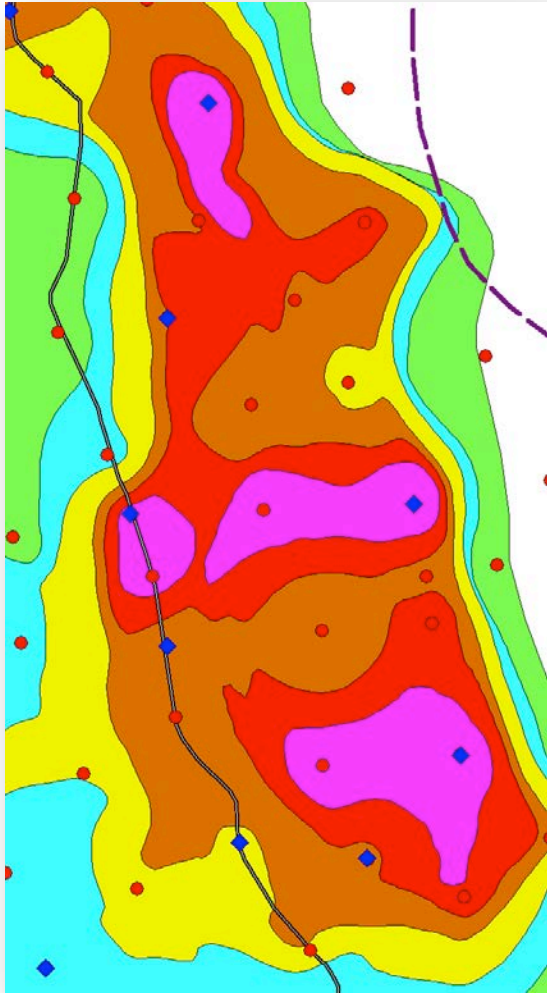
Sample: Cross Section BB' (West - East Seams)



Sample Cross Section CC' (West-East Seams)



Blackall Coal Deposit – Early Indications



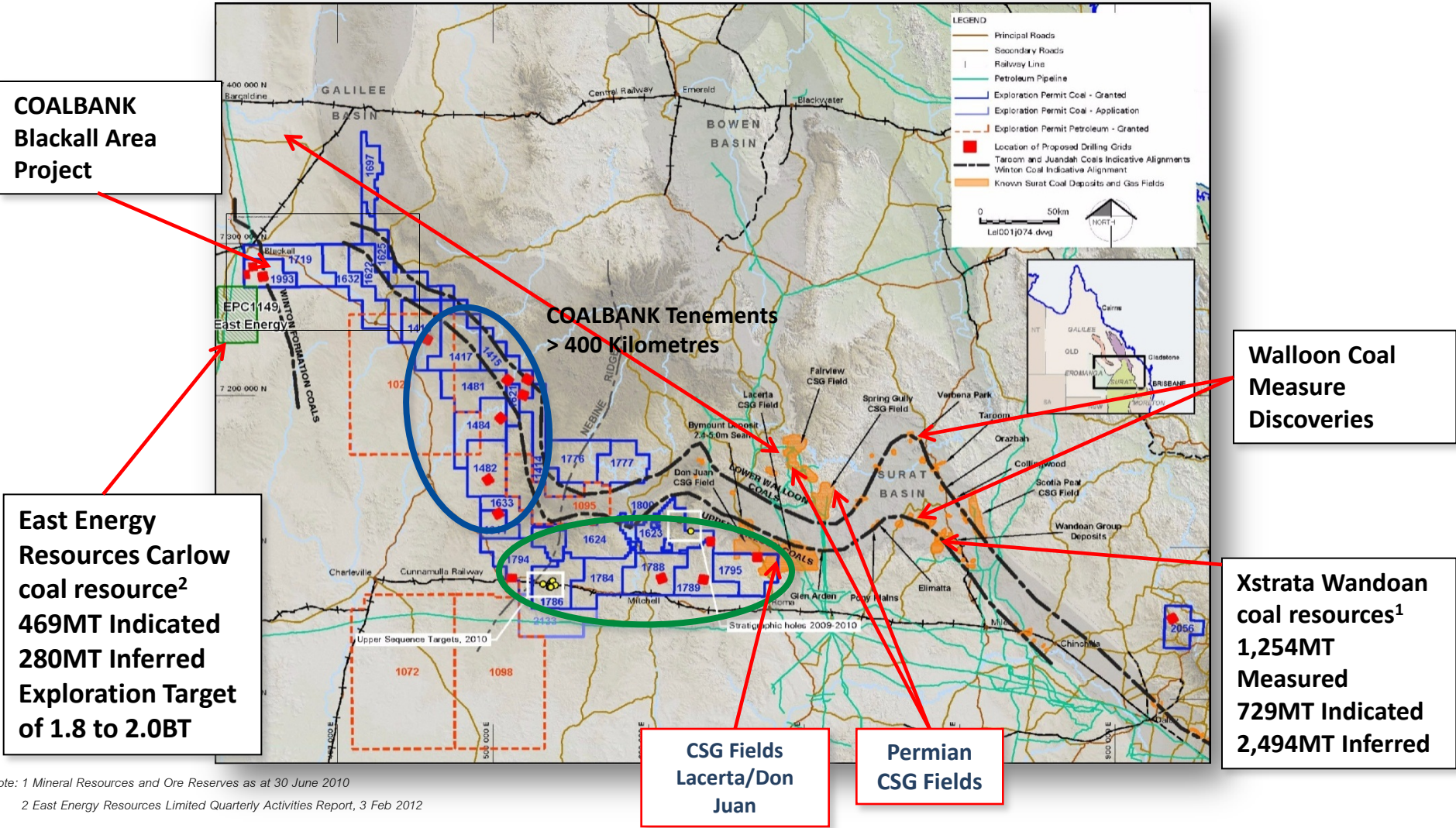
Indicative Structural Characteristics

- A major coal depo-centre
- Net coal thicknesses of up to 12m
- Shallow, flat-lying deposit
- Low indicative overburden/interburden-to-coal ratios

Indicative Raw Coal Quality Characteristics

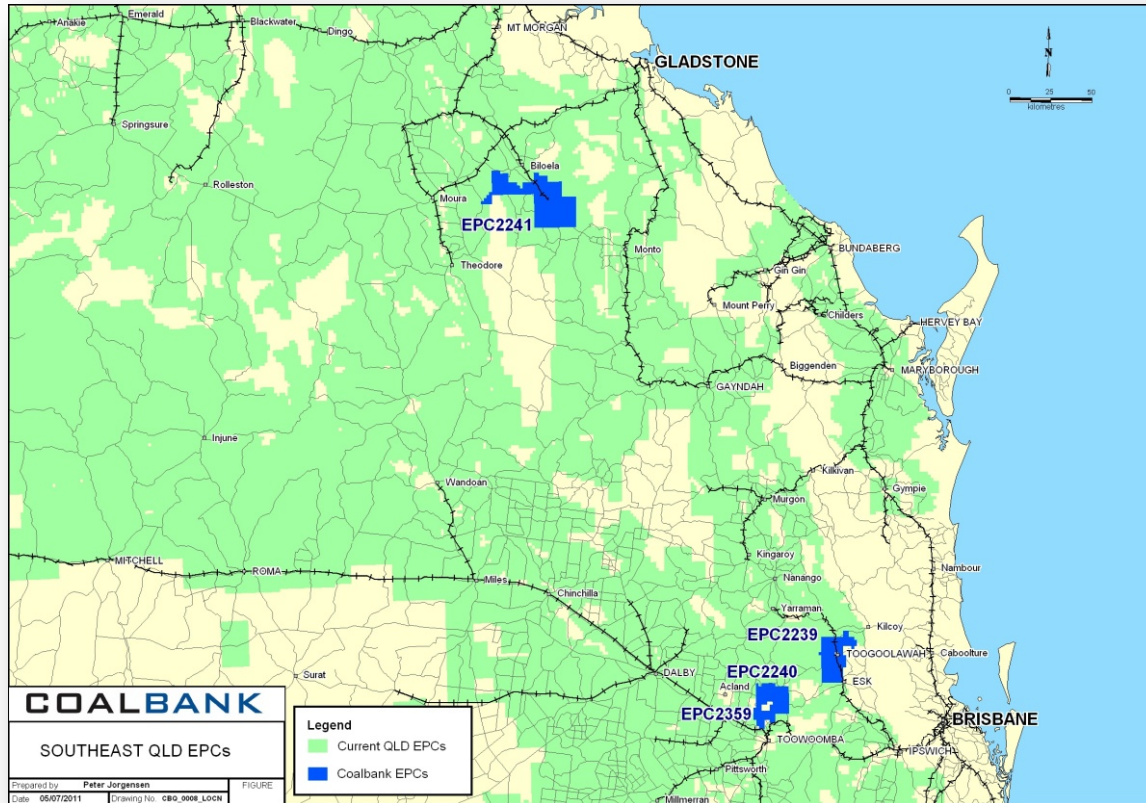
- Sub-bituminous thermal coal
- Low-medium ash, low sulphur

Blackall-Roma Project Areas & New Targets



East Surat and Bowen Basin Projects

Three Eastern Queensland projects all close to major coal deposits, rail infrastructure and ports



EPC 2241 - Biloela South

- 20km south of Callide Mine
- 40km west of proposed Monto Mine

EPCA 2239 - Coal Creek

- 45km south east of Meandu Mine
- 55km north of Jeebropilly Mine

EPC 2240 & EPCA 2359 - Coalbank South

- 15km east of New Acland Mine

▪ **All have coal intersections at shallow depths** reported in the waterbore logs eg. 24.4 metres of coal in EPCA2239

▪ **Geographical diversity** should mitigate the impact of adverse weather within the combined portfolio

Coal Exploration and Development Indicative Plans

Task	2011		2012				2013	2014	2015
	Q3	Q4	Q1	Q2	Q3	Q4			
First-pass drilling on selected targets	█	█							
Drill follow-up targets to JORC Resource level		█		█	█				
First-pass drilling on next targets					█	█			
Drill next-round targets to JORC Resource level							█		
MINE 1									
Concept Study							█	█	
Pre-feasibility Study							█		
Feasibility Study								█	
Mine Development									█
MINE 2									
Concept Study								█	
Pre-feasibility Study									█
Feasibility Study									

Summary

2012 drilling program to achieve maiden JORC-standard resource at Blackall

- Drilling Phase completed on time and within budget

Exciting initial indications

- Extensive, shallow, flat-lying depo-centre
- Low indicative overburden/interburden-to-coal ratios

Maiden JORC-standard coal resource statement

- On target for release mid-2012, as previously advised



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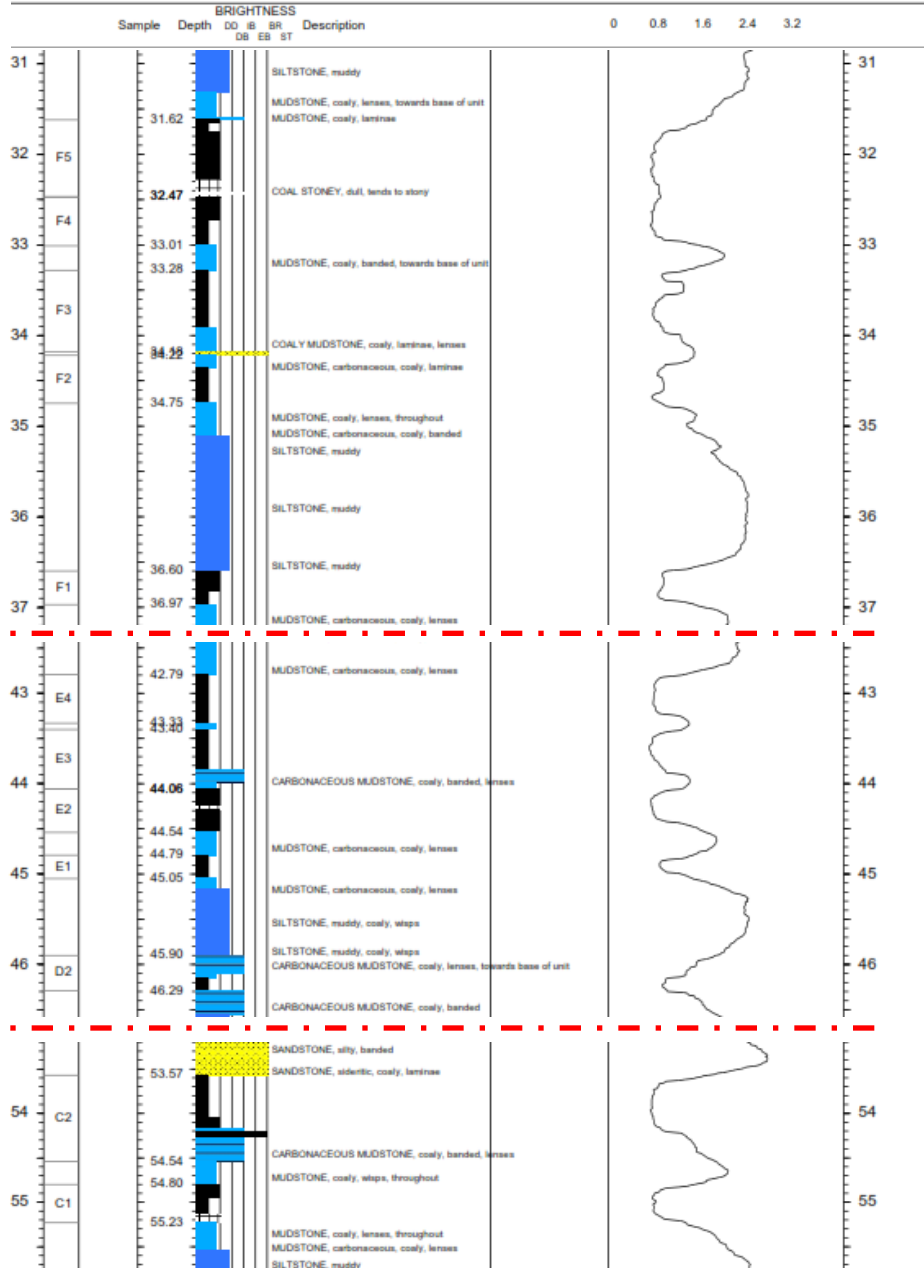
Website: www.coalbank.com

ASX Code: **CBQ.AX**



RAW COAL QUALITY – BL0015C

Raw Coal Calculated Ply Composites (air dried basis)



PLY	FROM (m)	TO (m)	THICK (m)	I.M. (%) ad	ASH (%) ad	S.E. (ad) (MJ/kg)	RD ad
F5	31.62	32.47	0.85	20.5	12.1	19.76	1.41
F4	32.47	33.01	0.54	21.4	6.4	21.10	1.37
F3	33.28	34.18	0.90	18.6	22.5	16.98	1.48
F2	34.22	35.11	0.53	18.8	19.4	17.94	1.45

PLY	FROM (m)	TO (m)	THICK (m)	I.M. (%) ad	ASH (%) ad	S.E. (ad) (MJ/kg)	RD ad
F1	36.60	36.97	0.37	20.4	12.6	19.63	1.41

PLY	FROM (m)	TO (m)	THICK (m)	I.M. (%) ad	ASH (%) ad	S.E. (ad) (MJ/kg)	RD Ad
E4	42.79	43.33	0.54	20.9	10.0	20.56	1.38
E3	43.40	44.06	0.66	18.1	22.5	17.27	1.48
E2	44.06	44.54	0.48	20.7	14.6	19.00	1.41
E1	44.79	45.05	0.26	19.5	15.8	18.94	1.43
D2	45.90	46.29	0.39	17.3	31.9	14.79	1.53

PLY	FROM (m)	TO (m)	THICK (m)	I.M. (%) ad	ASH (%) ad	S.E. (ad) (MJ/kg)	RD ad
C2	53.57	54.54	0.97	18.5	25.0	16.12	1.51
C1	54.80	55.23	0.43	22.0	8.0	20.34	1.36