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Donaldson Resources and Reserves

Gloucester Coal Ltd has today announced an 8.3 million tonne increase in the total Reserves of the Donaldson mines.

- JORC Coal Resources for Donaldson total 885 million tonnes including 659.4 million tonnes of measured resources (previously 545.5 million tonnes), 182.9 million tonnes of indicated resources (previously 217.5 million tonnes) and 42.7 million tonnes of inferred resources (previously 122 million tonnes)
- JORC Coal Reserves for Donaldson total 160.7 million tonnes including 115.9 million tonnes of proved reserves (previously 95.4 million tonnes) and 44.8 million tonnes of probable reserves (previously 57.1 million tonnes).

The following table summarises the Donaldson Resources.

Resources (million tonnes)			
Seam	Measured	Indicated	Inferred
Great Northern	0.4	0.6	0.0
Fassifern	32.1	7.8	2.6
West Borehole	61.3	53.3	6.9
Sandgate	61.9	31.8	0.0
Upper Donaldson	96.0	9.5	0.0
Lower Donaldson	167.9	30.6	27.1
Upper Big Ben	154.7	16.7	0.0
Lower Big Ben	21.5	8.1	4.7
Ashtonfield	53.4	14.4	1.4
Rathluba	10.1	10.2	0.0
TOTAL (Rounded)	659.4	182.9	42.7

Note: Resources were estimated from seam intersection data in 600 drill holes and from measurement and coal testing carried out in current and closed mining operations. Resources associated with Donaldson Open Cut are not included.

The following table summarises the Donaldson Reserves.

Reserves (million tonnes)				
Region	Area	Proved	Probable	Total
Tasman	Fassifern	2.3	0.7	3.0
Tasman Extension	Fassifern	9.2	2.6	11.8
	West Borehole	16.7	13.4	30.1
Abel	Upper Donaldson	20.1	6.7	26.8
	Lower Donaldson	30.0	3.5	33.5
Abel Extension	Lower Donaldson	22.5	6.1	28.6
	Ashtonfield	14.9	11.7	26.6
	Sandgate	0.2	0.1	0.3
TOTAL (Rounded)		115.9	44.8	160.7

The estimates of Coal Resources and Coal Reserves have been carried out in accordance with the “2004 Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (the JORC Code)” prepared by the Joint Ore Reserves Committee of the Australasian Institute of Mining and Metallurgy (**AusIMM**), Australasian Institute of Geoscientists and Minerals Counsel of Australia.

JORC Resources

All resources comply with the JORC Code. The information in this statement relates to Coal Resources at the Tasman Underground Mine and Able Underground Mine, and the two prospects, the Abel Extension and Tasman Extension, is based on information compiled by Ian D. Blayden, employed by Geological and Management Services Pty Ltd ABN 47001 256 248. Ian Blayden is a member of the Mineral Industry Consultants Association, The Australasian Institute of Geoscientists and AusIMM.

JORC Reserves

The Reserves Statement complies with the JORC Code. The information in this statement relates to Coal Reserves at the Tasman Underground Mine and Abel Underground Mine, and the two prospects, the Abel Extension and Tasman Extension, is based on information compiled by David A. Thomas, employed by IMC Mining Group Pty Ltd. Mr. Thomas is a member of AusIMM.

Dr. Blayden and Mr. Thomas each have sufficient experience which is relevant to the style and mineralisation, and type of deposit under consideration, and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 edition of the Australasian Code of Reporting of Mineral Resources and Ore Reserves.

Dr. Blayden and Mr. Thomas consent to the inclusion in this Statement of the matters based on their information in the form and context in which it appears.

For Further Information

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