

Quarterly Report – December Quarter 2012

SUMMARY

- Hugh Warner appointed Executive Chairman following resignation of Managing Director
- James Pratt, NED and a geologist with over 20 years experience in mining and exploration in Australia and Africa, has assumed management of the Canning Basin Coal Project
- Refocus of Company's strategy to developing existing Canning Basin Tenements
- Focus on the northern margin of Gregory sub-Basin during our 2012 exploration programme
- Mapping scheduled for June Quarter at Lightjack Hill and Casey Range Projects
- Drilling scheduled for June Quarter at Lightjack Hill Project

TPL Corporation Limited (ASX: **TPL** or the **Company**). TPL is a coal exploration company with significant existing tenements in the Canning Basin in north Western Australia. Our focus is the exploration for coal for which we see a robust outlook because of increasing global demand particularly from China, India and Southeast Asia.

Through TPL's 100% owned subsidiary Canning Basin Coal Pty Ltd, the Company has a large tenement holding within the Canning Basin, Western Australia. Permian sediments within the Canning Basin are proven quality thermal coal bearing sequences. Our western neighbor Rey Resources (ASX: REY) has already discovered a 535 million tonne bituminous thermal coal resource (REY, ASX, June 2011).

CANNING BASIN

During the quarter a review by consultant Dr Joseph Drake-Brockman has resulted in the Company electing to focus on the northern margin of the Gregory sub-basin. This is due to:

- a) The geology of these tenements matches the Company's target model for coal deposition in the Lightjack Formation;
- b) The co-existence of persistent strike length and shallow basin-ward dips for the Lightjack Formation allow sufficient space for the preservation of large tonnage coal occurrences; and
- c) The tenements are located more favourably with respect to infrastructure and cost of exploration.

The review has also lead to the Company electing to surrender the tenements of the Roberts Range project and the southern tenements of the Lightjack Hill Project. These tenements lie on the southern margin of the Gregory sub-Basin. The Company's research to date has indicated a facies change to more fluvatile sediments in this part of the basin. As such, in addition to being more challenging and expensive country to explore, this part of the basin does not match the Company's target model for coal deposition.

The Board has also determined to surrender a number of smaller non-contiguous tenements which by themselves were not believed to be of a size to host a large scale coal deposit. As a consequence, in a few short months, the Board has been able to prioritize prospective areas, reduce land holdings where prospectivity is low, and accordingly reduce the Company's tenement maintenance costs and annual expenditures.

James Pratt and our new Exploration Manger, Mr Manjunatha Kalal have also held meetings with relevant Traditional Owner groups and clearance teams have been appointed. It is anticipated that the clearance surveys will occur in early May, paving the way for the Company's drilling and mapping programmes.

Heritage and Native Title

The majority of TPL's land holding is now covered by Heritage Protection and Mineral Exploration Access Agreements (HPA) with traditional owner groups in the region. Under the protocol of these agreements TPL has submitted survey requests to cover all planned on-ground exploration including geological mapping and drilling for the coming field season. Traditional owners have been identified for the country the subject of the mapping and drilling programmes and it is anticipated the field inspections and surveys will occur in early May.

Tenure

Change in tenure during the quarter was minimal with the grant of E04/2117 at Walgidee Hills and the surrender of E80/4356 and E80/4357. The latter two tenements were part of the Roberts Range Project and were relinquished due to lack of interpreted prospectivity, remoteness and land access issues.

As reported above, subsequent to the end of the quarter the Company elected to relinquish the remainder of the Roberts Range tenements as well as the southern Lightjack Hill Tenements which lay along strike from the Roberts Range Project. Tenements submitted for surrender subsequent to the end of the quarter were E04/1976, E04/1978, E04/1979, E04/1980, E04/1985, E45/3553, E45/3554, E45/3555, E80/4332, E80/4338, E80/4344, E80/4345, E80/4347 and E80/4362.

After completion of the above surrenders the Company will have 16 granted exploration licences covering 3,800km² and a further 4 exploration licence applications covering 1,300km² within a total of four project areas in the Canning Basin covering 5,100 km².

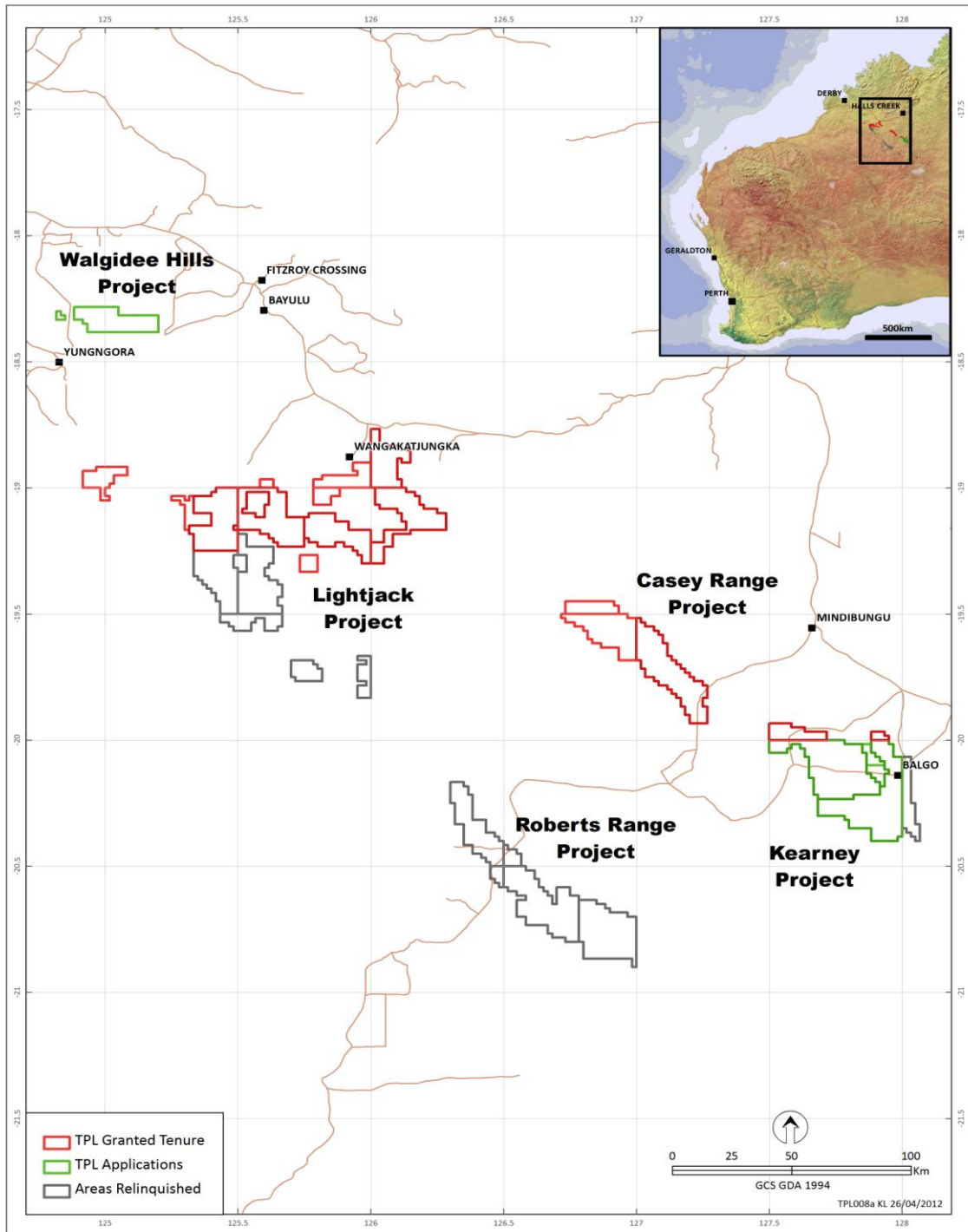


Figure 1: TPL Tenure – Surrendered & Applied Ground and Project Areas

MONGOLIA

During the Quarter, the Company's Board determined to terminate the Company's focus on acquiring coal projects in Mongolia due to the inability to secure a suitable project in a cost effective and timely manner, primarily as a result of increasing competition within the Mongolian market for such projects.

The Company continues to look for mining opportunities, be it by farm-in or acquisition, with a particular focus on coal.

CORPORATE

Executive Chairman Hugh Warner and Executive Director, Geologist James Pratt have taken hands-on active operational role in managing the Company following the resignation of the former Managing Director.

The Company is pleased to announce that Mr Manjunatha Kalal was appointed as TPL's Exploration Manager during the Quarter. Mr Kalal is an experienced geologist who has previously explored for coal in India and in the Bowen Basin in Queensland and is a Competent Person for purposes of reporting results of coal exploration under the JORC Code.

PLANS FOR COMING QUARTER

TPL's focus for the coming quarter will include:

- Completing heritage clearance programmes,
- Commencing new mapping programmes at the Lightjack Hill and Casey Range Projects.
- Commencing a drilling programme at the Lightjack Hill Project.
- Pursuing grant of tenements E80/4336 and E80/4337 at the Kearney Project.
- Pursuing a Heritage Protection Agreement for the Walgidee Hills Project ahead of commencing mapping programmes.
- Further refining the targeting and prioritization of on-ground work planned for Canning Basin Coal.
- Continuing to look for opportunities for growth and/or involvement with strategic partners.

CASH POSITION

TPL's current cash balance as at 27 April 2012 is approximately \$1.8million.

For further information please contact

Hugh Warner, Chairman

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Competent Person Statement

The information in this report that relates to Exploration Results is based on information compiled by Dr Joseph Drake-Brockman who is a consultant to TPL Corporation Limited and a Member of the Australian Institute of Geoscientists. Dr Drake-Brockman has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration, and to the activity which has been undertaken, to qualify as a Competent Person as defined by the 2004 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Dr Drake-Brockman consents to the report being issued in the form and context in which it appears.

Exploration Target

Any discussion in relation to an exploration target is only conceptual in nature, as there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of further Mineral Resources.