

2 January 2014

ASX Announcement
Supplementary Disclosure to Target Statement
Notice to Acquire OCP Convertible Notes

Guildford Coal Limited (**Guildford** or the **Company**) (ASX: GUF) has today received notification from Craig Ransley, the Acting Chairman of the Company, that Mr Ransley has entered into an agreement with Orchard Capital Partners ("OCP") for he or his nominee to acquire the USD\$10m worth of convertible notes issued by the Company to OCP. The convertible notes are convertible into ordinary shares in the Company in accordance with a formula, as approved by shareholders on 30 December 2013. Mr Ransley has indicated that these notes will be acquired at a premium to their face value, and that his current intention is to convert the notes into ordinary shares in the Company.

The directors of Guildford believe this to be a very strong vote of confidence in the Company demonstrated by the Acting Chairman.

A copy of the notice received is attached to this announcement.

For further information please contact Tony Mooney on +61 7 3005 1533.



Mick Avery

Acting Group MD

Craig Ransley

Michael Avery
Managing Director
Guildford Coal Limited ("Company")
Level 7, 490 Upper Edward St
Spring Hill 4000
Queensland, Australia

29 December 2014

Dear Mick

Agreement to acquire Convertible Notes issued by the Company

Today I disclosed to you and the Board of Directors of the Company ("**Board**") that I and/or my Nominee have entered into an agreement ("**Agreement**") to acquire all of the USD\$10m convertible notes issued by the Company ("**Notes**") from the holders of the Notes, which includes OCP Asia, prior to the maturity of the Notes. These Notes will be acquired at a Premium to their face value. This letter is a formal notification of that disclosure.

Upon acquisition, my current intention is to convert the Notes into shares in the Company. I hope my acquisition of the Notes demonstrates to the Board and the other shareholders of the Company the strong confidence I have in the business of the Company and its future.

I will update the Board further on the status of the Agreement and acquisition of the Notes as they progress.

Sincerely



Craig Ransley
