



Wollongong Coal

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ABN 28 111 244 896

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4 August 2014

Mr Simon Daniels
Market Announcements Office
Australian Securities Exchange
Level 4, 20 Bridge Street
SYDNEY NSW 2000

ASX Code: **WLC**

Dear Mr Daniels

Please note that the Company has prepared and releasing following **unaudited** management accounts for a quarter ending 30 Jun 2014.

The Company is now controlled and managed by Jindal Steel & Power (Mauritius) Limited (JSPL), and these **unaudited** management accounts are prepared for JSPL Group consolidation.

Thank you

Sanjay Sharma
Company Secretary
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Wollongong Coal Limited

(Formerly known as Gujarat NRE Coking Coal Limited)

ABN 28 111 244 896

Unaudited Quarterly Management Accounts - 30 June 2014

Wollongong Coal Limited
(Formerly known as Gujarat NRE Coking Coal Limited)
Statement of profit or loss and other comprehensive income
For the period ended 30 June 2014

		Consolidated	
		30/06/2014	31/03/2014
		(for 3	(for 3
	Note	months)	months)
		\$'000	\$'000
Revenue	1	4,890	21,018
Other income	2	17,378	6,495
Expenses			
Cost of sales		(21,135)	(19,014)
Distribution expenses		(5,340)	(5,761)
Administrative expenses		(2,633)	(3,513)
Environmental expenses		-	(7,902)
Impairment of assets		-	62,870
Net foreign exchange gain/(loss) unrealised		-	(5,936)
Finance costs		(4,886)	(4,278)
Profit/(loss) before income tax expense		(11,726)	43,979
Income tax expense		-	-
Profit/(loss) after income tax expense for the period attributable to the owners of Wollongong Coal Limited	20	(11,726)	43,979
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Gain/(loss) on revaluation of available-for-sale financial assets		-	(210)
Other comprehensive income for the period, net of tax		-	(210)
Total comprehensive income for the period attributable to the owners of Wollongong Coal Limited		<u>(11,726)</u>	<u>43,769</u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Wollongong Coal Limited
(Formerly known as Gujarat NRE Coking Coal Limited)
Statement of financial position
As at 30 June 2014

		Consolidated	
	Note	30/06/2014	31/03/2014
		\$'000	\$'000
Assets			
Current assets			
Cash and cash equivalents	3	12,558	11,647
Trade and other receivables	4	89,012	81,243
Inventories	5	8,001	9,171
Deposits	6	1,197	1,217
Total current assets		<u>110,768</u>	<u>103,278</u>
Non-current assets			
Available-for-sale financial assets	7	2,370	2,370
Property, plant and equipment	8	833,939	824,250
Exploration and licenses	9	360	360
Deposits	10	385	385
Total non-current assets		<u>837,054</u>	<u>827,365</u>
Total assets		<u>947,822</u>	<u>930,643</u>
Liabilities			
Current liabilities			
Trade and other payables	11	82,849	93,816
Borrowings	12	67,066	382,755
Working capital facilities from banks	13	10,965	73,102
Derivative financial instruments	14	118	118
Provisions	15	10,882	12,267
Total current liabilities		<u>171,880</u>	<u>562,058</u>
Non-current liabilities			
Borrowings	16	367,179	-
Bonds	17	11,640	11,398
Restoration guarantee	18	17,148	16,953
Total non-current liabilities		<u>395,967</u>	<u>28,351</u>
Total liabilities		<u>567,847</u>	<u>590,409</u>
Net assets		<u>379,975</u>	<u>340,234</u>
Equity			
Issued capital		845,241	793,984
Reserves	19	21,609	21,399
Accumulated losses	20	(486,875)	(475,149)
Total equity		<u>379,975</u>	<u>340,234</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Wollongong Coal Limited
(Formerly known as Gujarat NRE Coking Coal Limited)
Statement of changes in equity
For the period ended 30 June 2014

Consolidated	Issued capital \$'000	Reserves \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 1 January 2014	763,486	21,187	(519,128)	265,545
Profit after income tax expense for the period	-	-	43,979	43,979
Other comprehensive income for the period, net of tax	-	(210)	-	(210)
Total comprehensive income for the period	-	(210)	43,979	43,769
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs	30,498	-	-	30,498
Share-based payments	-	422	-	422
Balance at 31 March 2014	<u>793,984</u>	<u>21,399</u>	<u>(475,149)</u>	<u>340,234</u>
Consolidated	Issued capital \$'000	Reserves \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 1 April 2014	793,984	21,399	(475,149)	340,234
Loss after income tax expense for the period	-	-	(11,726)	(11,726)
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	-	-	(11,726)	(11,726)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs	51,257	-	-	51,257
Share-based payments	-	210	-	210
Balance at 30 June 2014	<u>845,241</u>	<u>21,609</u>	<u>(486,875)</u>	<u>379,975</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Wollongong Coal Limited
(Formerly known as Gujarat NRE Coking Coal Limited)
Calculations
30 June 2014

Calculation 1. Revenue

	Consolidated	
	30/06/2014	31/03/2014
	(for 3 months)	(for 3 months)
	\$'000	\$'000
<i>Sales revenue</i>		
Revenue	4,890	20,898
<i>Other revenue</i>		
Other income	-	120
Revenue	<u>4,890</u>	<u>21,018</u>

Calculation 2. Other income

	Consolidated	
	30/06/2014	31/03/2014
	(for 3 months)	(for 3 months)
	\$'000	\$'000
Net foreign exchange gain	6,693	6,495
Other income - CJSP	10,640	-
Other income	<u>45</u>	<u>-</u>
Other income	<u>17,378</u>	<u>6,495</u>

Calculation 3. Current assets - cash and cash equivalents

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Cash at bank	<u>12,558</u>	<u>11,647</u>

Calculation 4. Current assets - trade and other receivables

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Trade receivables	65,912	69,657
Other receivables	15,283	2,655
Prepayment	<u>7,817</u>	<u>8,931</u>
	<u>89,012</u>	<u>81,243</u>

Wollongong Coal Limited
(Formerly known as Gujarat NRE Coking Coal Limited)
Calculations
30 June 2014

Calculation 5. Current assets - inventories

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Stores and consumables	4,218	3,788
ROM coal stock	-	2,113
ROM coal stock - at net realisable value	3,783	3,270
	<u>8,001</u>	<u>9,171</u>

Calculation 6. Current assets - deposits

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Security deposits	1,197	1,217

Calculation 7. Non-current assets - available-for-sale financial assets

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Shree Minerals Limited	2,250	2,250
Port Kembla Coal Terminal	120	120
	<u>2,370</u>	<u>2,370</u>

Wollongong Coal Limited
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Calculations
30 June 2014

Calculation 8. Non-current assets - property, plant and equipment

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Buildings - at cost	46,542	46,542
Less: Accumulated depreciation	(795)	(774)
	<u>45,747</u>	<u>45,768</u>
Plant and equipment - at cost	260,976	259,244
Less: Accumulated depreciation	(73,357)	(68,182)
	<u>187,619</u>	<u>191,062</u>
Mine development - at cost	693,945	575,944
Less: Accumulated depreciation	(238,545)	(133,844)
Less: Accumulated Impairment	(51,318)	(51,318)
	<u>404,082</u>	<u>390,782</u>
Mining lease - at cost and valuation	387,137	387,137
Less: Accumulated depreciation	(943)	(943)
Less: Accumulated Impairment	(231,281)	(231,281)
	<u>154,913</u>	<u>154,913</u>
Deferred restoration - at cost	15,242	15,242
Less: Accumulated depreciation	(3,338)	(3,191)
	<u>11,904</u>	<u>12,051</u>
Pre-production expenses	58,708	58,708
Less: Accumulated depreciation	(29,034)	(29,034)
	<u>29,674</u>	<u>29,674</u>
	<u><u>833,939</u></u>	<u><u>824,250</u></u>

Calculation 9. Non-current assets - exploration and licenses

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Opening value	5,600	5,600
Accumulated Impairment	(5,240)	(5,240)
	<u>360</u>	<u>360</u>

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Calculation 10. Non-current assets - deposits

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
NRE No. 1 Colliery Trust Funds	385	385

Calculation 11. Current liabilities - trade and other payables

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Trade payables	42,553	54,566
Accruals and others	4,767	30,001
Other payables	35,529	9,249
	82,849	93,816

Calculation 12. Current liabilities - borrowings

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Bank loans	67,066	382,755

Calculation 13. Current liabilities - working capital facilities from banks

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Bank of Baroda working capital loan	-	27,112
State Bank of India working capital loan	10,965	45,990
	10,965	73,102

Calculation 14. Current liabilities - derivative financial instruments

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Interest rate swap contracts	118	118

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Calculation 15. Current liabilities - provisions

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Employee benefits	10,882	12,267

Calculation 16. Non-current liabilities - borrowings

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Bank loans	367,179	-

Calculation 17. Non-current liabilities - bonds

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Fully convertible bonds - 8%	6,879	6,879
Accumulated interest on the above	4,761	4,519
	11,640	11,398

Calculation 18. Non-current liabilities - restoration guarantee

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Restoration guarantees	15,693	15,693
Restoration liability unwinding	311	272
Restoration of mine site	1,144	988
	17,148	16,953

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30 June 2014

Calculation 19. Equity - reserves

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Available-for-sale reserve	420	420
Bonds reserve	2,356	2,356
Share-based payments reserve	18,833	18,623
	<u>21,609</u>	<u>21,399</u>

Calculation 20. Equity - accumulated losses

	Consolidated	
	30/06/2014	31/03/2014
	\$'000	\$'000
Accumulated losses at the beginning of the financial period	(475,149)	(519,128)
Profit/(loss) after income tax expense for the period	(11,726)	43,979
Accumulated losses at the end of the financial period	<u>(486,875)</u>	<u>(475,149)</u>

Calculation 21. EBITDA

	Intersegment eliminations/ unallocated \$'000	Total \$'000
Consolidated - 30/06/2014 (for 3 months)		
Adjusted EBITDA	<u>(3,402)</u>	(3,402)
Depreciation		(5,196)
Amortisation		(4,725)
Finance costs		(4,886)
Unrealised exchange gain		6,693
Share-base payments		<u>(210)</u>
Loss before income tax expense		(11,726)
Income tax expense		<u>-</u>
Loss after income tax expense		<u>(11,726)</u>

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Calculations
30 June 2014

Calculation 21. EBITDA (continued)

	Intersegment eliminations/ unallocated \$'000	Total \$'000
Consolidated - 31/03/2014 (for 3 months)		
Adjusted EBITDA	<u>1,446</u>	1,446
Depreciation		(5,283)
Amortisation		(10,913)
Finance costs		(4,278)
Reversal of impairment assets		62,870
Exchange loss		(5,936)
Unrealised exchange gain		6,495
Share-base payments		<u>(422)</u>
Profit before income tax expense		43,979
Income tax expense		<u>-</u>
Profit after income tax expense		<u>43,979</u>