

APAC Coal Limited
A.C.N. 126 296 295

130 Mills Street, Welshpool Western Australia 6106
PO Box 47, Welshpool DC Western Australia 6986
Tel: +61 8 9451 8800 Fax: +61 8 9451 8600
Website: www.apaccoal.com



21/02/2012

The Manager
Companies Announcements Office
Australian Stock Exchange Limited
Exchange House
Level 4, 20 Bridge Street
Sydney, NSW 2000

Investment in Hudson Minerals Holdings Pte Ltd

The Board wishes to announce that it has received notification from Hudson Minerals Holdings Pte Ltd that there has been a further delay in the commencement of production of iron ore on the Aie Dingin Property due to the mining contractor initially contracted to develop the site. Their services have now been suspended and a new contractor appointed.

Due to this the repayment which was due on 31 January 2012 has lapsed and the Company has agreed to the following repayment schedule:

1. Payment of AUD50,000 on the 29th of February 2012 .
2. Payment of AUD100,000 on the 30th of April 2012.
3. Payment of AUD100,000 on the 31st of July 2012
4. Payment of AUD320,000 on the 30th of September 2012.

The Board is confident that the issues on the site have been rectified with the appointment of the new mining contractor and development will proceed in a timely manner.

CONTACT DETAILS: **COMPANY**
 Idris Abdullah
 Chairman
 APAC Coal Ltd
 T: 61 8 9451 8800

ABOUT APAC COAL LIMITED (AAL)

APAC Coal has a 30 Year Concession to explore for coal over a 23,124 ha parcel of land in East Kalimantan, Indonesia. A JORC compliant inferred resource of 18.2 million tonnes defined as geological conceptual estimates at the tenement has been identified which is expected to form the basis of an initial mining operation. This resource occurs within a very

APAC Coal Limited
A.C.N. 126 296 295

130 Mills Street, Welshpool Western Australia 6106
PO Box 47, Welshpool DC Western Australia 6986
Tel: +61 8 9451 8800 Fax: +61 8 9451 8600
Website: www.apaccoal.com



small area of the Concession (3.8%) with over 90% of the Concession yet to be explored to any significant degree. Kalimantan is the principal coal producing region of Indonesia, the world's 7th largest coal producer.

APAC Coal is a subsidiary of Singapore listed Magnus Energy Group, which operates in the upstream petroleum and coal business. Its core focus is petroleum, coal production, low-risk exploration and field development. Magnus has committed to providing a low cost Management and Finance Team in the initial phase of the development of APAC Coal Limited.

For more information, please visit www.apaccoal.com

COMPETENT PERSON'S STATEMENT

The information in this report relates to mineral resources based on information evaluated by Mr Edward Radley who is a of the Australasian Institute of the Mining and Metallurgy (AusIMM). Mr Radley is a full time employee of Ravensgate. Mr Radley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Report of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Radley consents to inclusion in the report of the matters based on his information in the form and context in which it appears.