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Special Dividend, Capital Return and Indicative Timetable

Further to recent announcements on the Merger Proposal, Gloucester Coal Ltd (ASX:GCL) ("**Gloucester**") is pleased to announce the following matters.

Special Dividend

The Gloucester Board has determined that Gloucester will pay a special dividend of A\$0.47 cash per share ("**Special Dividend**"), being A\$0.03 per share higher than the approximate amount of A\$0.44 referred to in the Explanatory Booklet. The record date for determining entitlements to the Special Dividend is 7.00pm on Friday, 22 June 2012.

Shareholders who hold Gloucester shares at that time will be entitled to receive the Special Dividend, which is expected to be paid to shareholders on or about Monday, 25 June 2012. The Special Dividend is expected to be fully franked.

Capital Return

In respect of the Capital Return which Gloucester Shareholders approved at the General Meeting on Monday, 4 June 2012, the Gloucester Board has determined to proceed with the Capital Return and has set 7.00pm on Friday, 22 June 2012 as the record date for the Capital Return (being the "**Capital Return Record Date**" referred to in the Capital Reduction Resolution). Accordingly, the Capital Return Record Date is the same as the record date for determining entitlements to the Special Dividend.

As noted above, the amount of the Special Dividend will be A\$0.47 per share, being A\$0.03 per share higher than the approximate amount referred to in the Explanatory Booklet. The Capital Return will be A\$2.68 per share, being \$0.03 per share less than the approximate amount referred to in the Explanatory Booklet. The amount of the Capital Return and Special Dividend will still total A\$3.15 per share.

On or about Monday, 25 June 2012, Gloucester will issue to an independent Trustee one promissory note in respect of each Gloucester Shareholder registered as such on the Capital Return Record Date (counting as one any joint holders of the same shares) in an amount equal to that Gloucester Shareholder's proportional share of the capital reduction amount. No cash payment attributable to the Capital Return will be made to eligible Gloucester Shareholders on Monday, 25 June 2012. The delivery of the promissory notes will discharge Gloucester's obligations in respect of the Capital Return.

It is proposed that the independent Trustee will hold each promissory note on trust for the relevant eligible Gloucester Shareholder until Monday, 7 January 2013. On that date, the Trustee will present the promissory notes to Gloucester for payment. It is then proposed that Gloucester will pay (through arranging for Yancoal Australia Limited's share registry to do so) the promissory note in full and in cleared funds to the relevant former eligible Gloucester Shareholder. It is at that stage that the former eligible Gloucester Shareholders will receive a cash amount of approximately A\$2.68 per share on account of the presentation of their respective promissory notes for payment.

Indicative timetable

The key remaining dates with respect to the implementation of the Merger Proposal, the payment of the Special Dividend and the finalisation of the Capital Return are as follows:

Gloucester Shares trade 'ex' entitlement to Capital Return and Special Dividend	10.00am on Monday, 18 June 2012
Record date for Capital Return and Special Dividend (i.e. the Capital Return Record Date): time and date for determining entitlements to the Capital Return and Special Dividend	7.00pm on Friday, 22 June 2012
Payment of the Capital Return (by issuance of Promissory Notes to the independent Trustee)	On or about Monday, 25 June 2012
Payment of the Special Dividend	On or about Monday, 25 June 2012
Court order approving Scheme lodged with ASIC and announcement to ASX: Effective Date of the Scheme	Wednesday, 27 June 2012
Suspension of trading in Gloucester Shares on ASX	4.00pm on Wednesday, 27 June 2012
Commencement of trading on ASX of Yancoal Australia Ordinary Shares and CVR Shares, initially on a deferred settlement basis	10.00am on Thursday, 28 June 2012
Scheme Record Date: time and date for determining entitlements to Scheme Consideration	7.00pm on Wednesday, 4 July 2012
Implementation Date: transfer of Gloucester Shares to Yancoal Australia, issue of Yancoal Australia Ordinary Shares and CVR Shares to Scheme Shareholders	Friday, 6 July 2012
Expected date of dispatch of holding statements for Yancoal Australia Ordinary Shares and CVR Shares (last day of deferred settlement trading)	Wednesday, 11 July 2012
Commencement of normal trading in Yancoal Australia Ordinary Shares and CVR Shares	Thursday, 12 July 2012
Payment of Promissory Notes by Gloucester on presentation by the Trustee and payment by Gloucester of an amount in aggregate equal to the Capital Return Amount to persons registered as Gloucester Shareholders as at the Capital Return Record Date	Monday, 7 January 2013

All dates and times are Sydney, New South Wales time and are indicative only. Any changes to the above timetable will be announced to ASX and available on the Gloucester website at www.gloucestercoal.com.au

For Further Information

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