

6 August 2019

**Directors**  
Gerhard Redelinghuys  
Blair Sergeant  
Neville Sneddon  
Steve Formica  
James Agenbag  
Nick Jorss

**Company Secretary**  
Duncan Cornish

## Options Underwritten & Placement



ASX Code  
BCB

### Highlights

- Exercise of 50m listed options (ASX: BCBO) has been fully underwritten; and
- Placement agreed with Underwriter at \$0.05 per share, representing a 13.5% premium to yesterday's closing price of \$0.044.

Enquiries regarding this announcement can be directed to  
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**Bowen Coking Coal Ltd (ASX: BCB, "Company")** is pleased to announce that it has today agreed terms whereby the exercise of the Company's 50 million listed options, exercisable at 4c each on or before 30 October 2019, has been fully underwritten. In addition, the Company has agreed to a private placement to the Underwriter of 10 million shares at 5c per share, to raise \$500,000.

Gerhard Redelinghuys, the Company's Managing Director stated: *"We are so pleased to have secured the support of an Underwriter for the options at this stage, providing us with some certainty around a further \$2m in funding, represented by the exercising of the listed options at the end of October. In addition, it is equally pleasing that the Underwriter has acknowledged the potential that exists within the Company's quality portfolio of coking coal assets, as reflected in their commitment to a placement of \$500,000 at a material premium to the Company's share price."*

### Underwriting Agreement

The Company currently has on issue 50 million listed options exercisable at \$0.04 and expiring on 30 October 2019 (**Listed Options**). The Company has entered an Underwriting Agreement with Latimore Family Pty Ltd as trustee for the Latimore Family Trust (an entity associated with substantial holder Matt Latimore) (**Underwriter**) on terms and conditions typical for transactions of this nature. Matt Latimore is the founding Managing Director of M Resources, which specialises in trading coking coal, including hard coking coal, semi hard coking coal, semi soft coking coal and PCI coals for steel manufacturing. Prior to establishing M Resources, Matt held the position of General Manager Sales and Marketing, for Wesfarmers Curragh mine and was responsible for global sales of Curragh metallurgical coal products to international steel mills and thermal coal to domestic and international power utilities, rail and port and quality and finance functions. Matt was a Director of

Curragh Coal Sales. Prior to joining Wesfarmers in early 2001, Matt held various positions with Mitsui & Co (Australia) Pty Ltd.

Terms and conditions of the Underwriting Agreement including Company representations and warranties and the ability of the Underwriter to withdraw from its obligations in the event of certain triggers taking place (which includes a drop of 15% or more in the All Ordinaries Index or the S&P Small Resources Index, an adverse change to the Company and its assets or financial position, any representation of the Company being untrue or there being a material change or disruption to worldwide markets or economies).

Pursuant to the Underwriting Agreement and subject to agreed termination events, by no later than 6 November 2019 the Underwriter must subscribe for that number of shares equal to the number of Listed Options which are not validly exercised by midnight (Brisbane time) on 30 October 2019, so that those shares may be issued within 10 business days after 30 October 2019 in accordance with Exception 12 of Listing Rule 7.2. The maximum underwritten amount is \$2,000,000 and the Company has agreed to pay the Underwriter a fee of 1% of the total amount underwritten (equal to \$20,000).

If all of the Listed Options are exercised by their holders or pursuant to the Underwriting Agreement this will raise an additional \$2,000,000 for the Company. The Company intends to apply the funds raised from the exercise of the Listed Options towards general working capital.

#### **Placement Details**

The Company has agreed to issue the Underwriter 10 million shares at an issue price of \$0.05 each to raise \$500,000. The Company intends to apply the funds raised towards as general working capital.

The Placement will be completed using the Company's placement capacity under Listing Rule 7.1 (current capacity of 102,976,339 shares prior to the Placement) and as such no shareholder approval will be sought for the Placement. The Placement shares will be fully paid ordinary shares and will rank pari passu with all existing ordinary shares on issue. Settlement of the Placement is expected to take place on or before 12 August 2019 with the Placement shares to be issued within 2 business days thereafter.

The Company will lodge an Appendix 3B and a cleansing statement pursuant to section 708A (5)(e) & (6) of the Corporations Act on completion of the Placement.

#### **For further information please contact:**

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## **ABOUT BOWEN COKING COAL**

*Bowen Coking Coal Ltd is a Queensland based coking coal exploration company with advanced exploration assets. The Company fully owns the Isaac River, Cooroorah, Hillalong and Comet Ridge coking coal Projects in the world-renowned Bowen Basin in Queensland, Australia. Bowen Coking Coal is also a joint venture partner with Stanmore Coal Limited in the Lilyvale (15% interest) and Mackenzie (5% interest) coking coal Projects.*

*The highly experienced Board and management aim to grow the value of the Company's coking coal projects to benefit shareholders by leveraging innovation and maximising the assets and network of the team. An aggressive exploration and development program underpin the business strategy.*