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7 November 2022

RESULTS OF RENOUNCEABLE ENTITLEMENT OFFER

Allegiance Coal Limited (**Allegiance** or the **Company**) is pleased to advise the market of the results of its pro-rata accelerated renounceable entitlement offer (with retail rights trading) announced on 5 October 2022 (**Entitlement Offer**). The Entitlement Offer was on an 8-for-5 basis and at an issue price of \$0.05 per new share, to raise up to \$33.6 million (before costs).

The institutional component of the Entitlement Offer was successfully completed on 14 October 2022, raising \$15 million (before costs).

The retail component of the Entitlement Offer (**Retail Entitlement Offer**) closed on 31 October 2022. Eligible retail shareholders subscribed for a total of 181,510,368 new shares, raising approximately \$9.07 million (before costs).

Eligible retail shareholders were provided with a number of options for how they could deal with their entitlements under the Retail Entitlement Offer. The number of eligible retail shareholders that elected to partially or fully take up their entitlements under the Retail Entitlement Offer was 437, representing approximately 21.51% of the total number of shareholders. A total of 155,237,517 shares were accepted under the Retail Entitlement Offer, raising approximately \$7.76 million.

Eligible retail shareholders also applied for a total of 26,272,851 additional new shares pursuant to the top-up facility offered, raising approximately \$1.31 million (**Retail Top-Up Facility**). The directors have accepted applications in full without scale-back.

The issue date for new shares issued under the Retail Entitlement Offer and Retail Top-Up Facility is 10 November 2022. Trading of these new shares is expected to commence on 11 November 2022.

Entitlements under the Retail Entitlement Offer worth approximately \$108,000 were traded on the ASX between 7 October 2022 and 17 October 2022, in a range between \$0.001 and \$0.01. The volume weighted average price for the entitlements traded during this period was \$0.002.

The shortfall under the Entitlement Offer is 190,202,137 new shares, representing 92,630,003 entitlements of ineligible foreign shareholders, and 97,572,134 entitlements not subscribed for by eligible shareholders. The Company reserves the right to place this shortfall during the three-month period following the closing date of the Retail Entitlement Offer.

Chief Executive Officer, Jonathan Romcke, commented: "We are delighted with the participation from our existing shareholders. We now have the financial support to optimise our assets, leveraging the favourable coal demand environment. We look forward to delivering strong outcomes for new and existing investors as production ramps up."

Authorised for release by Jonathan Romcke, Chief Executive Officer.

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About Allegiance Coal

Allegiance Coal is a publicly listed (ASX:AHQ) Australian company focused on the development, operation and supply of steel making coal to the seaborne market. With operating mines in southeast Colorado, central Alabama, as well as a development project in northwest British Columbia, Allegiance is well placed to supply steel making coal to both the Pacific and Atlantic markets.

Not an offer in the United States

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