

ASX ANNOUNCEMENT / MEDIA RELEASE
28 January 2022

Cokal to add mobilisation via Krajan for its BBM Project

Key Highlights

- Cokal will mobilise its BBM mining contractor via its existing facility at Krajan to bring forward infrastructure completion;
- The unloading ramp at Krajan is suitable for contractor equipment;
- The existing Krajan camp has been refurbished and communications renewed;
- The 7 km road from Krajan to Pit 3 will be trafficable once 12 culverts have been repaired;
- Culverts will be repaired using 1m diameter steel pipe and flood ways;
- Steel pipe has been sourced and ordered;
- Equipment to repair culverts has started work;
- Access to BBM Pit 3 via Krajan will be established in first quarter 2022;
- Equipment to establish the haul road from Pit 3 to Batu Tuhup has been increased to have the road ready for the first coal mining.

Cokal Limited (ASX:CKA, "Cokal" or the "Company") already announced it was delayed in road and bridge construction by unseasonal heavy rain and a major andesite dike encountered after the Mohing bridge. The rain has impacted all mining operations in Kalimantan and beyond. Steps have been taken to alleviate the delays and for BBM to get back on track to mine coal in the second quarter of calendar 2022.

In order to establish the mining contractor on site as early as possible it has been decided to mobilise using the exploration facility at Krajan. The heavy rain provides secure water depth to enable this to occur using the river. The unloading ramp is in good shape and the Krajan camp has been renovated for this work.

The equipment to repair the culverts between Krajan and Pit 3, comprising 2 excavators, a dozer and a truck, is on site and working. Steel pipe for the culverts has been sourced and ordered. The first 6 of the 12 culverts are simple one pipe culverts and are expected to be completed in 2 weeks after pipe delivery. All 12 culverts will be completed by the end of the first quarter of calendar 2022 enabling the mining contractor to mobilise.

At the same time logs to complete the Mohing bridge have been sourced and construction continues to complete this bridge.

Additional rock breaking equipment has been deployed to create a path past the huge andesite intrusion which so far has blocked the path of road development from Batu Tuhup to Pit 3. Although progress is slow, the good news from this is that the crushed andesite will form an ideal all weather road surface gravel for the haul road.

The following photographs depict the progress being made.



Unloading ramp at Krajan



Camp at Krajan



Equipment for Road Krajan to Pit 3





Road Cutting

ENDS

Further enquiries:

Domenic Martino

Non-Executive Chairman

dmartino@cokal.com

This ASX announcement was authorised for release by the Board of Cokal Limited.

About Cokal Limited

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in four projects in Central Kalimantan, Indonesia considered prospective for metallurgical coal.

Forward Looking Statements

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company’s actual results, performance and achievements to differ materially from any future results,

performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management's good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company's business and operations in the future. The company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the company's business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company's control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

Forward looking statements in this release are given as at the date of issue only. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.