

ASX ANNOUNCEMENT / MEDIA RELEASE
11 October 2021

Road Construction Update for Cokal's BBM Project

Key Highlights

- **The road upgrade to the BBM mine has reached the Mohing River at km72**
- **Bridge construction had been delayed due to interrupted materials supply following heavy rain which made roads impassable**
- **Materials supply has now resumed**
- **Road up to Mohing River being upgraded to final profile to offset delays**
- **Additional equipment deployed to repair the road to BBM**
- **Compensation for land beyond Mohing River being negotiated.**

Cokal Limited (ASX:CKA, “**Cokal**” or the “**Company**”) already announced it has equipment working to upgrade the road to access Cokal's Bumi Barito Mineral (“**BBM**”) coal mining areas. The total road length is 98km of which 52km is already in use, to be shared with one other coal mining company. The other 46km was once a logging road and Cokal is upgrading it to be suitable for coal haulage in 30t trucks to its Barito River port at Batu Luhung. Cokal will have exclusive use of this section of the road.

The first 20km of the required 46km of this road to be repaired has been cleared through to the Mohing River, the biggest bridge to be constructed on the road. Progress had been delayed at this location by the inability of the contracted company to deliver materials for bridge and culvert construction because its roads were impassable due to heavy rain. Materials supply has now resumed.

To offset this delay Cokal has deployed additional equipment to widen the road up to the Mohing River, reduce road gradients, spread sub-base rock where required, compact the sub-base and improve drainage to final standard. These activities were initially planned to be undertaken after road access to the mining area was achieved. They need to be done before the road is used to haul coal and so doing them now will bring forward the opening of the road for coal haulage.

After the Mohing River bridge has been constructed only one major bridge will be required in the last 26km of road to the mine. The most difficult section of the road reconstruction has been achieved.

Fully loaded trucks (80t and above) delivering bridge building materials have passed over finished sections of the road after rain and not left tyre indentations, even before surface gravel has been applied. This is a good sign and Cokal is confident the road can be completed to become an all weather road in future after gravel is applied as is appropriate for a mine operating 24 hours a day throughout every month of the year.

Road widening:



Combining widening with excavating firm rock for sub-base:



Spreading sub-base rock and compacting:



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.