

Q 2. Please provide further details regarding the regulatory process strategy which you are following for the Greater Soutpansberg Projects?

PROJECT	STATUS	STAKEHOLDER INVOLVEMENT
Mopane Project	<ul style="list-style-type: none"> • EMP Submitted to DMR on 11 November 2013 • Distributed for public comment on 15 November 2013 	<ul style="list-style-type: none"> • Provide comment on EMP within 60 days <p>Deadline: 7 February 2014</p>
Chapudi Project	<ul style="list-style-type: none"> • EMP due for submission on 31 December 2013 • Distribution for public comment on 6 January 2014 	<ul style="list-style-type: none"> • Open day: 30 November 2013 • Provide comment on EMP within 60 days <p>Deadline: 7 March 2014</p>
General Project	<ul style="list-style-type: none"> • EMP due for submission on 13 January 2014 • Distribution for public comment on 16 January 2014 	<ul style="list-style-type: none"> • Open day: 7 December 2013 • Provide comment on EMP within 60 days <p>Deadline: 17 March 2014</p>

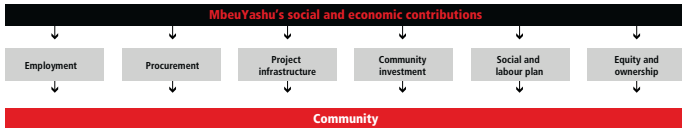
Answer: We intend to follow a staggered regulatory authorisation process, as indicated in the timeline below. Mining activities will only commence once all the regulatory approvals have been granted. This strategy will allow for detailed studies and consultation with stakeholders to drive a process of co-existence between mining, agriculture, biodiversity and heritage.

Q 3. One of the greatest concerns in the area is the potential impact of the mining activities on the scarce water resources. This concern was raised during the EIA phase of the Makhado Project, and it remains a very serious issue. Where will the water come from these projects?

Answer: The water supply to the mines will come from the following sources:

- groundwater seepage into the mining pits;
- storm water run-off impounded on site; and
- an external water source piped to site.

Storm water run-off on site is seasonal and, although it will be utilised, it is not a constant water supply and has therefore not been included in the water supply chain.



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“MBEUYASHU SEEKS TO CREATE SUSTAINABLE VALUE FOR ALL ITS STAKEHOLDERS”

For the Makhado Colliery Feasibility Study, a reconnaissance was done of all potential water sources to support the mine water requirements. Recently, supply from the Nzhelele Dam has been formalised and CoAL has reached an agreement with the Nzhelele irrigation farmers to obtain 7.7% of their irrigation allocation for mining purposes. A further agreement with the farmers is that CoAL will invest significant effort into developing “new water” by investigating various possibilities, through a feasibility study, to increase the yield from the Nzhelele River catchment.

Q 4. What is the total mining footprint for all projects (including Makhado)?

Answer: The total surface area associated with the current NOMR applications is approximately 96 000 hectares.

Project	MRA footprint (total extent in ha)	Mining & infrastructure footprint (ha)	%
Mopane	38 825	3 500	9%
Generaal	24 859	1 672	7%
Chapudi	24 716	7 575	31%
Makhado	7 634	3 800	50%
Total	96 034	16 547	17%

Of the 96 000 ha only 16 547 ha or 17% will be disturbed. It is important to note that disturbance is gradual and staggered, and the actual impact is reduced by concurrent rehabilitation, land forming, and other mitigation measures.

Q 5. What are the benefits that these projects can deliver to the area?

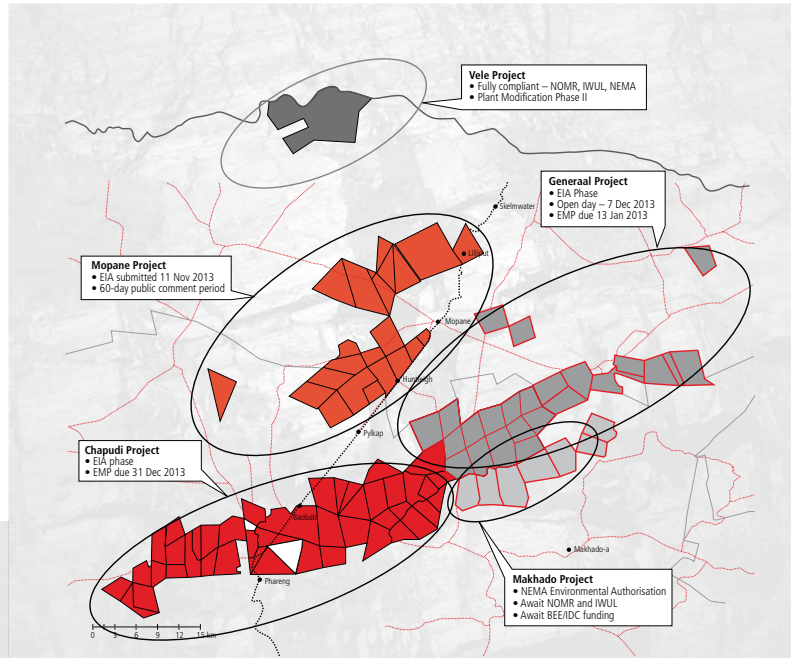
Answer: The Company will be able to deliver significant benefits to the area not only from an equity and ownership perspective, but through enterprise development, enabled through its local preferential procurement policy, social and labour plan investment as well as project investment.

DECEMBER 2013



QUICK FACTS

COAL OF AFRICA (CoAL) IS AN EMERGING DEVELOPER OF HIGH QUALITY COKING COAL. IN LINE WITH THE COMPANY'S REPOSITIONING STRATEGY, CoAL IS FOCUSING ON ITS LIMPOPO ASSETS.



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