



## ANNOUNCEMENT

11 January 2016

### RESPONSE TO ANNOUNCEMENT BY HEI

Coal of Africa Limited ("CoAL") notes the recent announcement on the Shanghai Stock Exchange by Haohua Energy International (Hong Kong) Resource Co. Limited ("HEI") indicating their intention to subscribe for \$5.0 million in the Company at a price of US\$0.0435 per share. Any subscription by HEI would be subject to *inter alia* CoAL shareholder approval and be conditional on HEI having received any necessary regulatory approvals within the People's Republic of China and approval for the issue of the subscription shares from the Australian Foreign Investment Review Board. At this time, discussions remain incomplete, and no binding agreements have been entered into.

The Company will provide a further update to shareholders in due course.

#### AUTHORISED BY:

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Chief Executive Officer

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Investec Bank Limited is the nominated JSE Sponsor

#### About CoAL:

CoAL is an AIM/ASX/JSE listed coal exploration, development and mining company operating in South Africa. CoAL's key projects include the Vele Colliery (coking and thermal coal), the Greater Soutpansberg Project /MbeuYashu, including CoAL's Makhado Project (coking and thermal coal).

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Bernard R. Pryor – Chairman, David H. Brown – Chief Executive Officer, De Wet O Schutte  
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