



MALABAR UNDERGROUND COKING COAL

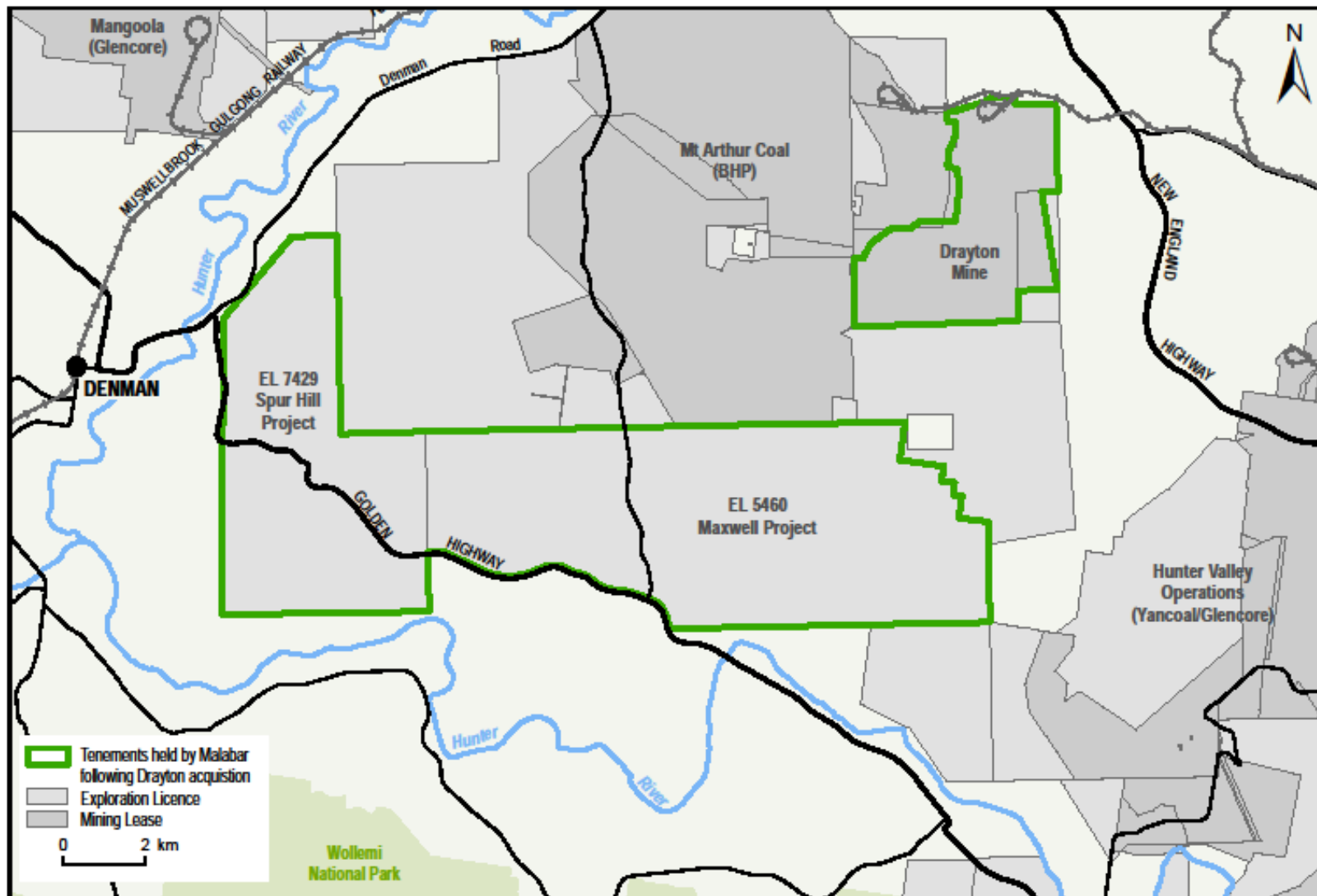
14 March 2018

WHO WE ARE

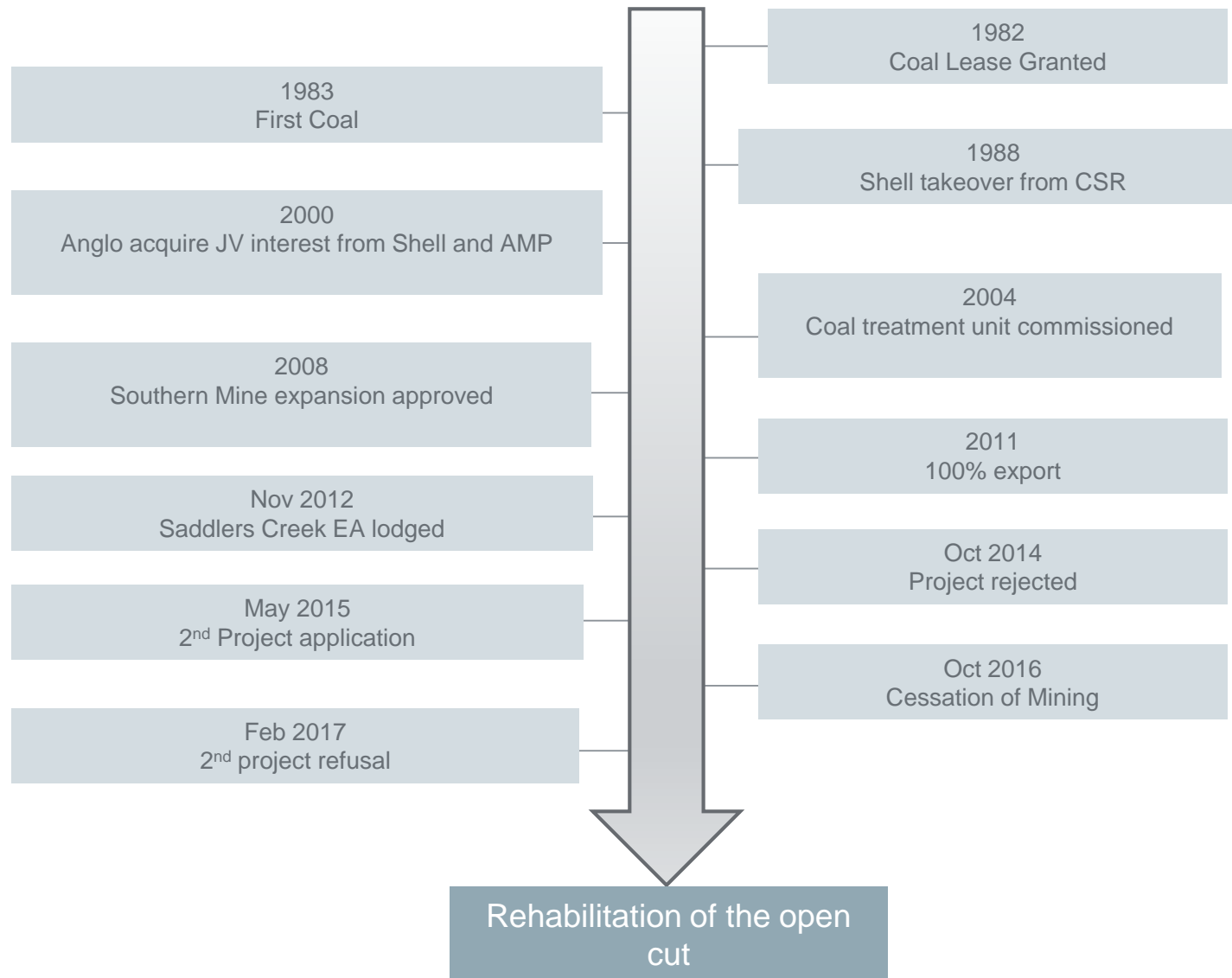


- Malabar Coal Limited is an independent Australian mining company.
- We are a public company with the majority of our shareholders based in NSW.
- Malabar is well-funded by supportive shareholders and has strong relationships with financial institutions.
- We are industry leaders in underground, long-wall coal mining. Collectively, our principals have more than 300 years experience in the coal industry. Our principals have designed, commissioned, and operated six underground coal mines in NSW.
- We have a track record of excellence in the design, construction and operation of coal projects from an operational, environmental and social perspective.
- In the past we have taken on existing projects and resolved legacy environmental issues
- On 26 February 2018 Malabar formally took ownership of the Drayton Mine and exploration licence (EL) 5460, now known as Project Maxwell.
- In addition to this, Malabar owns the “Spur Hill” EL that adjoins these properties.
- **Our strategy is to utilise underground mining techniques and focus on the supply of coking coal for steel-making.**

PROJECT MAP



DRAYTON MINE HISTORY



WHAT WE ARE DOING



Following the acquisition of these assets in February 2018, Malabar has taken responsibility for the rehabilitation of the Drayton Open-cut Mine.

The currently approved final landforms leaves voids. Malabar has publicly stated its plan to improve upon these final landforms.

Our strategy is to use reject stone and rock from future underground coking coal operations to fill voids so eliminating this legacy.

On completion of rehabilitation we are open to different uses for the site.

To that end, we have had preliminary conversations with the local community about different ways the land could be used.



Monday, 5 March 2018, the first day of Malabar's rehabilitation works at the Drayton Mine.

Within a week of taking control of the Drayton Mine, Malabar commenced rehabilitation work.

BONDING



The NSW Government has a rigorous and comprehensive bonding methodology that requires mining companies to post bonds that are sufficient to fully rehabilitate a mine at any time.

Prior to taking ownership Malabar put in place the environmental bond with the NSW Government for all mining and exploration leases.



UNDERGROUND COKING COAL PROJECT BENEFITS & COMMUNITY SUPPORT



- Our underground coking coal project will deliver 350 new, direct jobs and many more indirect jobs for decades to come.
- It will also deliver c. \$1.7 billion in royalties to the NSW Government, \$600 million per year in export income for NSW, \$55 million in wages each year and \$100 million per year in taxes. This is in addition to ongoing support for many local businesses.
- We have been pleased with the very high level of support for our project.
- Most in the local community understand the importance of coexistence for our region.
- **Co-existence means the community and the State and Federal Governments can continue to reap the benefits of many different strong local industries that have worked side by side for over a century, and all the jobs and economic investment they both provide.**
- To continue to be a vibrant community, we need a wide range of jobs, for a wide range of people.
- The locals we speak with really want new jobs and new opportunities to keep families and young people in the region.
- We have a strong level of support for this project in our local community. Some feedback we have received so far is provided over the page.

THE WOLFGANG FAMILY



Kate and Nigel: “Over 22 years we have participated in numerous primary / high school events, huge amounts of sporting clubs / teams, participated in many working bees, fundraisers, been committee members and seen first hand the colossal amount of money, volunteers and effort put into these [groups] from the mining sector. This far out weighs 10 fold of any other enterprise with in our region. No one comes close to what mining does for our community. For the future of our children and their families, mining is a stable reliable business that must continue.”



Tyler: “Not only do mining companies support local communities, they hire locals which in turn supports local families ensuring that the employees families are supported and given the best opportunity at life.”

Hamish: “I don't want to see families or small business struggle to survive or miss out all because of a small minority agenda, who contribute very little in comparison.”

MERTON VINEYARD



Rod and David: “Of course industries can coexist! We need a strong local economy for us to thrive, that means all sorts of jobs for all sorts of people.”

ROSEBANK FARM



Col Parkinson: “I’m a farmer, always have been always will be. But the reality is, we need lots of different industries to keep our kids here on the land. One of my sons works in the mines, my other children have had to move away to find their feet. If there were more jobs here, more kids could stay, have their families here, and be a part of our local community.”

An example of co-existence. Malabar's vineyard



THANK YOU