

3 November 2011

The Manager  
Company Announcements  
Australian Securities Exchange Limited  
Level 6, 20 Bridge Street  
Sydney NSW 2000

**By e-lodgement**

**Company Presentation**

Please find attached an updated Company presentation which is being presented at the Sydney Mining Club Investor Conference.

For and on behalf of the Board

Regards



Jason Brewer  
Executive Director

**Ends**

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#### About Continental Coal Limited

Continental Coal Limited (ASX:CCC : US-OTCQX:CGFAY) is a South African thermal coal producer with a portfolio of producing and advanced coal projects located in South Africa's major coal fields. Continental currently has two operating mines, Vlakvarkfontein and Ferreira, producing 2Mtpa of thermal coal for the export and domestic markets. Continental commenced development of the Penumbra Coal Mine in September 2011 and completed a Bankable Feasibility Study on the De Wittekrans Coal Project. The Company has concluded strategic off-take and funding agreements with EDF Trading for its export thermal coal production and signed a joint development agreement with KORES, Korea Resources Corporation.

#### Forward Looking Statement

Certain statements made during or in connection with this communication, including, without limitation, those concerning the economic outlook for the coal mining industry, expectations regarding coal prices, production, cash costs and other operating results, growth prospects and the outlook of Continental's operations including the likely commencement of commercial operations of the Penumbra and De Wittekrans, its liquidity and the capital resources and expenditure, contain or comprise certain forward-looking statements regarding Company's development and exploration operations, economic performance and financial condition. Although Company believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct.

Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic and market conditions, success of business and operating initiatives, changes in the regulatory environment and other government actions, fluctuations in coal prices and exchange rates and business and operational risk management. For a discussion of such factors, refer to the Company's most recent annual report and half year report. The Company undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events.

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**Continental Coal Ltd**

ABN 13 009 125 651 ASX Code CCC AIM Code COOL



# Sydney Mining Club Presentation

November 2011



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Summary information. This Presentation contains summary information about Continental and its subsidiaries and their activities current as at the date of this Presentation. The information in this Presentation is of general background and does not purport to be complete. It should be read in conjunction with Continental's other periodic and continuous disclosure announcements lodged with the Australian Securities Exchange, which are available at [www.asx.com.au](http://www.asx.com.au) or [www.conticoal.com](http://www.conticoal.com).

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Future performance. This Presentation contains certain "forward-looking statements". Forward looking words such as, "expect", "should", "could", "may", "plan", "will", "forecast", "estimate", "target" and other similar expressions are intended to identify forward-looking statements within the meaning of securities laws of applicable jurisdictions. Indications of, and guidance on, future earnings and financial position and performance are also forward-looking statements. Forward-looking statements, opinions and estimates provided in this Presentation are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Such forward-looking statements, opinions and estimates are not guarantees of future performance. Forward-looking statements including projections, guidance on future earnings and estimates are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. This presentation contains such statements that are subject to risk factors associated with the mining industry. It is believed that the expectations reflected in these statements are reasonable, but they may be affected by a range of variables which could cause actual results or trends to differ materially, including but not limited to: price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimates, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory developments, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimates. Such forward-looking statements only speak as to the date of this presentation and Continental assumes no obligation to update such information.

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Financial data. All dollar values are in Australian dollars (A\$) unless stated otherwise and financial data is presented for the financial year end of 30 June 2010 unless stated otherwise.

Past performance. Past performance information given in this Presentation is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance.

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Investment risk. An investment in Continental shares is subject to investment and other known and unknown risks, some of which are beyond the control of Continental. Continental does not guarantee any particular rate of return or the performance of Continental. Persons should have regard to the risks outlined in this Presentation.

Competent Person Statement. The information in this report that relates to Coal Resources on Vlakvarkfontein and Vlakplaats is based on resource estimates completed by Dr. Philip John Hancox. Dr. Hancox is a member in good standing of the South African Council for Natural Scientific Professions (SACNASP No. 400224/04) as well as a Member and Fellow of the Geological Society of South Africa. He is also member of the Fossil Fuel Foundation, the Geostatistical Association of South Africa, the Society of Economic Geologists, and a Core Member of the Prospectors and Developer Association of Canada. Dr. Hancox has more than 12 years' experience in the South African Coal and Minerals industries, holds a Ph.D from the University of the Witwatersrand (South Africa), and has authored a number of published and unpublished academic articles on the Karoo Basin and its contained coal, as well as over 50 peer reviewed scientific papers on various aspects of sedimentary geology and palaeontology. Dr. Hancox has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2004 Edition of the 'Australasian Code of Reporting of Exploration Results, Mineral Resources and the Ore reserves. Within the constraints mentioned above, all work undertaken by Dr. Hancox and related to the resource estimate was carried out following industry best practice standards using the South African Code for Reporting of Mineral Resources and Mineral Reserves (the SAMREC Code, 2007) in conjunction with the South African guide to the systematic evaluation of coal resources and coal reserves (SANS 10320:2004) as a basis. As such the resource statements contained in this report may be considered compliant with the JORC Code. Dr. Hancox consents to the inclusion in the ASX release of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Coal Resources and Reserves on Penumbra, Ferreira, De Wittekrans, Knapdaar, Project X, Vaalbank, Leiden and Wesselon II is based on coal resource estimates completed by Mr. Nico Denner, a full time employee of Gemecs (Pty) Ltd. Mr. Denner is a member in good standing of the South African Council for Natural Scientific Professions (SACNASP No. 400060/98) as well as a Member and Fellow of the Geological Society of South Africa. He has more than 15 years' experience in the South African Coal and Minerals industries. Mr. Denner has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2004 Edition of the 'Australasian Code of Reporting of Exploration Results, Mineral Resources and the Ore reserves. Within the constraints mentioned above, all work undertaken by Mr. Denner and related to the resource estimate was carried out following industry best practice standards using the South African Code for Reporting of Mineral Resources and Mineral Reserves (the SAMREC Code, 2007) in conjunction with the South African guide to the systematic evaluation of coal resources and coal reserves (SANS 10320:2004) as a basis. As such the resource statements contained in this report may be considered compliant with the JORC Code. Mr. Denner consents to the inclusion in the ASX release of the matters based on his information in the form and context in which it appears.

The Coal Reserve estimate for Vlakvarkfontein was prepared by Mr. JJ Lotheringen Pr Eng (Ukwazi). Mr. Lotheringen is a member in good standing of the Southern African Institute of Mining and Metallurgy (SAIMM), is a registered Professional Mining Engineer with the Engineering Council of South Africa (ECSA) and has a Mine Managers Certificate of competency for coal mines. He has more than thirteen (13) years' experience in the South African Coal and Minerals industries. Mr. Lotheringen has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2004 Edition of the 'Australasian Code of Reporting of Exploration Results, Mineral Resources and the Ore reserves. Within the constraints mentioned above, all work undertaken by Mr. Lotheringen and related to the resource estimate was carried out following industry best practice standards using the South African Code for Reporting of Mineral Resources and Mineral Reserves (the SAMREC Code, 2007) in conjunction with the South African guide to the systematic evaluation of coal resources and coal reserves (SANS 10320:2004) as a basis. As such the resource statements contained in this report may be considered compliant with the JORC Code. Mr. Lotheringen consents to the inclusion in the ASX release of the matters based on his information in the form and context in which it appears.

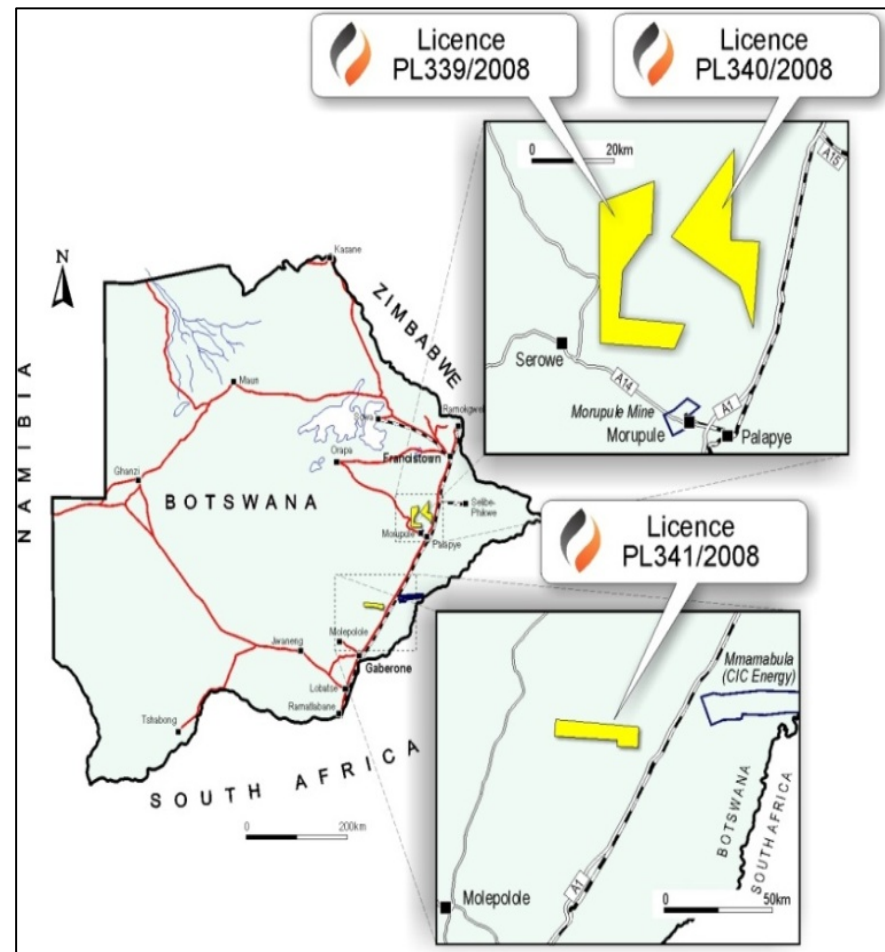
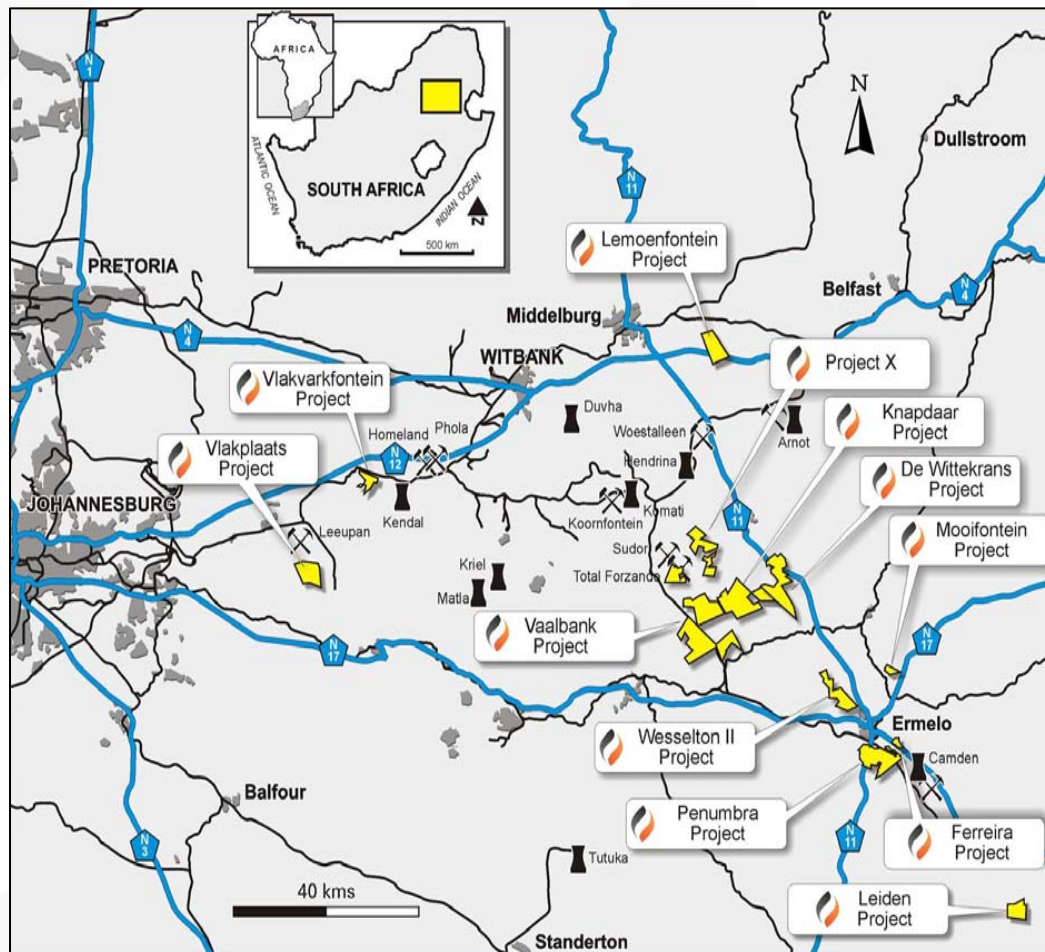
# Introduction

- Listed on the ASX and AIM markets
- Investment in an established and profitable mining, development and exploration company in Southern Africa
- Internationally experienced management team
- Production of high quality thermal coal from two open cast mines
- Current sales of 2 Mtpa of thermal coal to the international export and domestic markets
- Demonstrated ability to access key rail and dedicated port infrastructure
- Third coal mine currently under development that is forecast to double export thermal coal sales and group earnings in 2012
- Fourth mine bankable feasibility study completed confirming a technically and economical viable operation that is forecast to again double export thermal coal sales and group earnings in 2013
- Targeting 7Mtpa of run-of-mine coal production in 2013
- Further portfolio of nine additional coal development and advanced and early stage exploration projects
- Projects with reserves of 64Mt and total resources of 560Mt
- Operating cash flow, cash balances and debt funding to support growth profile
- Key strategic investment and joint venture transactions with EDF Trading, ABSA Capital/Barclays Capital, KORES and SIOC-cdt





# Coal Projects



# Project Portfolio

Project	Gross In Situ Project Resources Tonnes (Mt)			Total Resources (Mt)	Targeted Production (ROM Mtpa)	Targeted Mine Life	Targeted Coal Product	Targeted Production Start
	Measured	Indicated	Inferred					
Vlakovarkfontein (Production)	17.4	-	-	<b>17.4</b>	1.2	+10 years	Domestic	Current
Ferreira (Production)	1.3	-	-	<b>1.3</b>	0.7	1-2 years	Export/Domestic	Current
Penumbra (Development)	13	30.3	25	<b>68.3</b>	0.9	+10 years	Export/Domestic	2012
De Wittekrans Complex (Development)	48.4	73.2	129.5	<b>251.1</b>	6 - 10	+30 years	Export/Domestic	2013/14
Vlakplaats (Exploration)	-	-	188	<b>188</b>	3 - 5	+20 years	Export/Domestic	2013/14
Ermelo Projects (Exploration)	9	7	24	<b>40</b>	0.6 - 1.2	+10 years	Export/Domestic	2013/14
Botswana (Exploration)	-	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>89.1</b>	<b>110.5</b>	<b>366.5</b>	<b>566.1</b>	<b>+12</b>			

Project	Gross Saleable Reserves (Mt)				
	Proven	Probable	Total	Sold 31 Jan to 30 June	Total Saleable Reserves <sup>1</sup>
Vlakovarkfontein	14.1	-	14.1	0.40	13.70
Ferreira	0.82	-	0.82	0.23	0.59
Penumbra	1.71	3.73	5.44	-	5.44
De Wittekrans	16.15	27.62	43.77	-	43.77
<b>Total</b>	<b>32.78</b>	<b>31.35</b>	<b>64.13</b>	<b>0.63</b>	<b>63.50</b>

<sup>1</sup> As at 30 June 2011

# Corporate Snapshot

ASX Code	<b>CCC</b>
AIM Code	<b>COOL</b>
Share price <sup>1</sup>	<b>20c</b>
Shares on issue	<b>378m</b>
Listed options on issue	<b>60m</b> (50c / Feb 2013)
Unlisted options on issue	<b>58m</b> (~90c / ~3.5yrs)
Market capitalisation <sup>1</sup>	<b>A\$78m</b>
Cash/receivables <sup>2</sup>	<b>A\$12m</b>
Undrawn Debt Facilities <sup>2</sup>	<b>US\$65m</b>
Debt <sup>3</sup>	<b>A\$29m</b>

<sup>1</sup> As at 1 November 2011

<sup>2</sup> As at 30 September 2011

<sup>2</sup> Currently being documented and finalised with ABSA Capital, a subsidiary of Barclays Capital

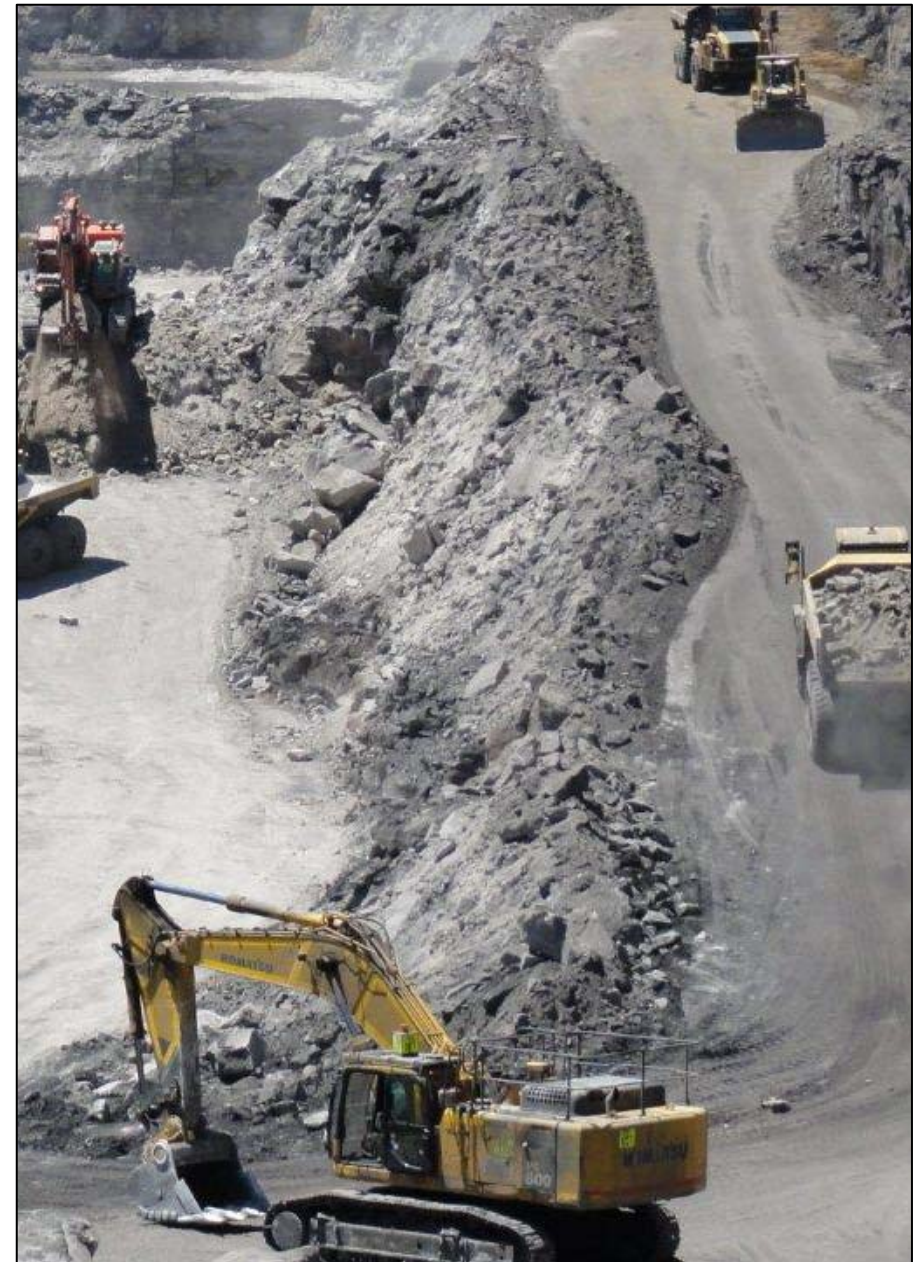
<sup>3</sup> A\$13m EDFT Coal Prepayment Facility and A\$16m convertible note facility (80c conversion)





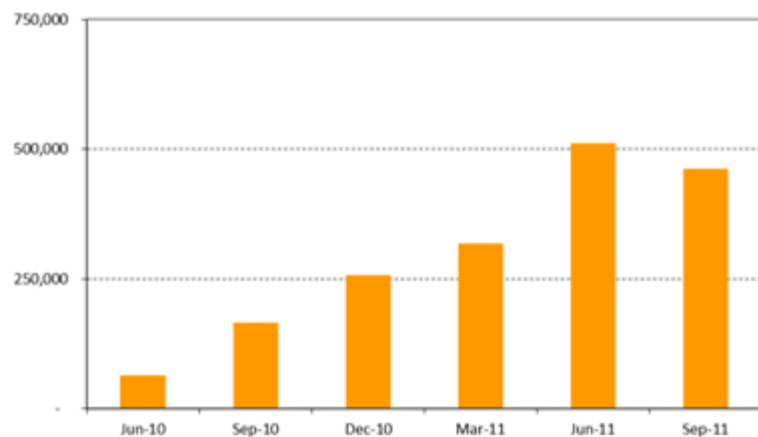
# Delivery Over Past 18 Months

- First greenfield mine developed within 12 months
- Acquisition of unlisted South African coal mining company completed
- First export sales out of Richards Bay Coal Terminal
- Successive quarterly increases and record levels of production and sales of thermal coal
- Profits generated from both mining operations
- Initial JORC compliant coal reserves and increased measured resources
- Export off-take agreement with EDF Trading and joint venture agreement finalised with Korea Resources
- Expanded portfolio of producing, pre-development and exploration projects
- Executive management team and board strengthened
- Partnership with one of South Africa's most successful Broad Based Black Economic Empowerment Group
- Third mine development commenced and proceeding on schedule
- Bankable feasibility study completed on proposed fourth mine
- Botswana greenfield exploration program commenced
- Committed offer of US\$65m of bank debt funding with ABSA Capital

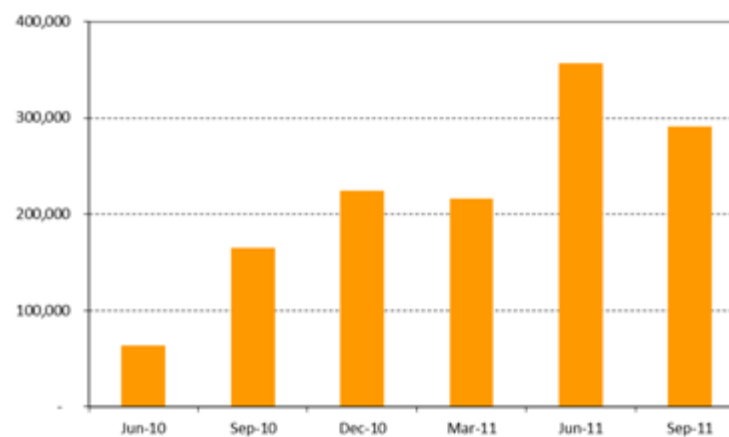


# Coal Production and Sales

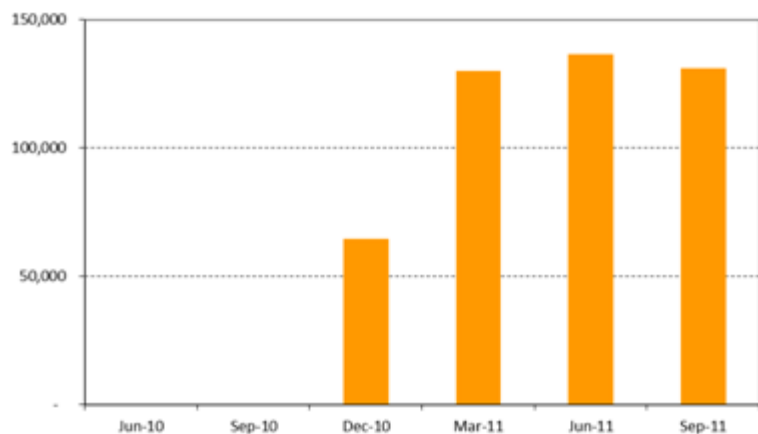
Quarterly ROM Project Production



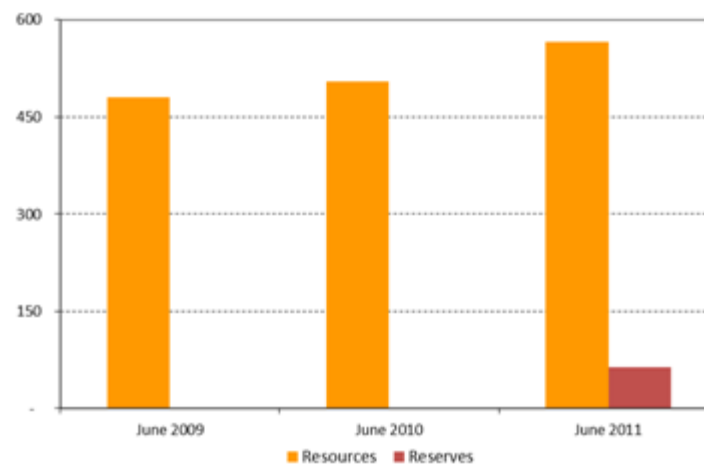
Quarterly Project Domestic Production



Export Railings to Richards Bay Coal Terminal



Project Reserves and Resources



# Strategic Partnerships

## EDF Trading

- Coal Supply Agreement with EDF Trading for export thermal coal production
- Funding through prepayment of export coal deliveries

## ABSA/Barclays Capital

- ABSA Capital to provide up to US\$65m of debt funding
- One of South Africa's largest financial service providers and a subsidiary of Barclays Bank PLC

## KORES

- Joint Development Agreement finalised in May 2011
- KORES has invested over US\$2 billion in coal projects worldwide, including interests in 10 coal mines in Australia
- Joint venture with KORES is their first investment in South Africa's coal sector

## SIOC-cdt

- One of South Africa's most successful Broad Based Black Economic Empowerment groups
- A shareholder in Sishen Iron Ore Company





# Vlakovarkfontein Mine





# Operations - Vlakvarkfontein Mine

- Conventional open cast contract mining operation
- 17 Mt of resource sufficient for +10 year mine life
- Mining of two seams, each approx. 5m width
- Mobilisation of contractors to site in February 2010
- First coal production and sales in May and June 2010
- From acquisition to production within 12 months
- Targeted production of 100,000t/month domestic quality thermal coal
- Demonstrated ability already to produce in excess of targeted rates
- Cashflow positive within first year of production
- Budgeted production for 2012 year of min 1,200,000t ROM
- 100% of coal sales to local power stations and local industries
- Increased pricing received on domestic sales from 1 July 2011



# Ferreira Mine





# Operations - Ferreira Mine

- Conventional opencast thermal coal contract mining operation
- Production of a high quality export thermal coal product
- Mining initially commenced in August 2008, with new opencast pit development in November 2010
- Coal production increased by +100% within three months of assuming operation and is forecast to continue at current levels through to mid 2012
- Opportunity to acquire additional adjacent resources to extend mine life
- Export sales for 2011 financial year (only seven months) of 327,962t and domestic sales of 67,229t
- Budgeted coal production for 2012 year of 600,000t ROM
- Thermal coal sales to the international export markets out of Richards Bay Coal Terminal
- Operation has full exposure to international export thermal coal prices





# Delta Processing Operations





# Delta Processing Operations

- Located 2km from the Ferreira open cast mine, 3km from the Penumbra underground mine and adjacent to existing railway links to Richards Bay Coal Terminal
- Coal processing plant with design capacity of 150,000t/month
- Operated by specialist coal processing contractors
- Plant produces a high quality export thermal coal that is railed to the RBCT and sold under off-take agreement to EDF Trading
- Export coal is loaded directly at the Anthra Rail Siding located immediately adjacent to the coal processing plant
- Plant also produces a domestic power station quality thermal coal which is sold to Eskom for the nearby Camden Power Station
- The Anthra Rail Siding has a capacity of 1.2Mtpa and is one of the closest major coal sidings to the Richards Bay Coal Terminal





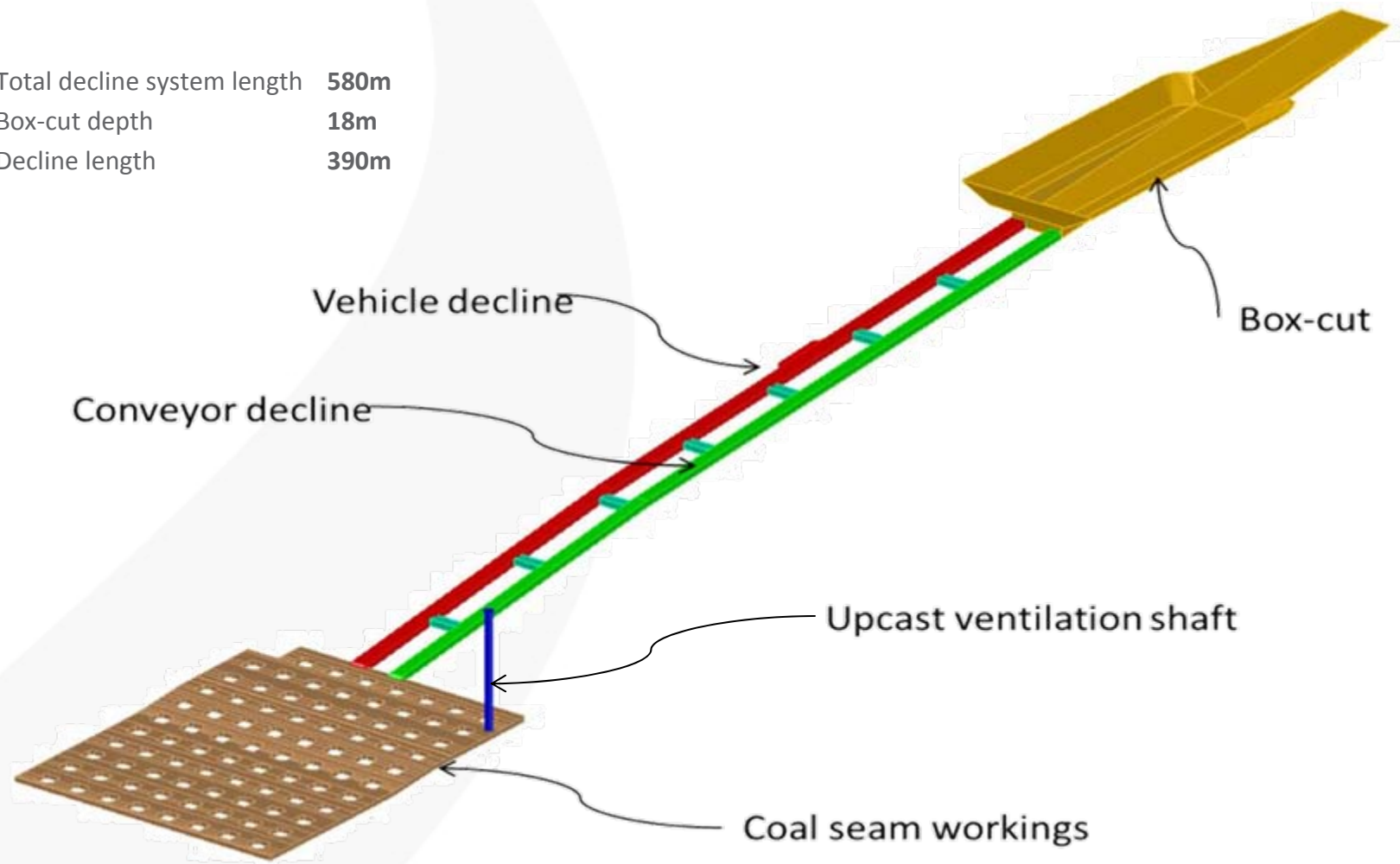
# New Development - Penumbra Project

- Located 3km from the Ferreira mine and the Delta Processing Operations
- Conventional underground thermal coal bord and pillar mining operation
- Capital development costs of US\$40m to be funded from cash, operating cash flow and debt facility from ABSA Capital and Barclays Bank
- Tender process for the awarding of the mine development contract to full production completed
- Contractors mobilised to site on 3 September 2011
- Commenced civil and construction works on 7 September 2011
- Construction proceeding on schedule
- Development activities to increase throughout the December 2011 quarter
- First coal during H1 2012 from mining the C-lower seam at an average height of 1.8m and depth of 50m - 115m
- Two fully mechanised production sections each with a continuous miner
- Targeted export thermal coal sales of 500,000t sold under existing off-take agreements



# New Development - Penumbra Project

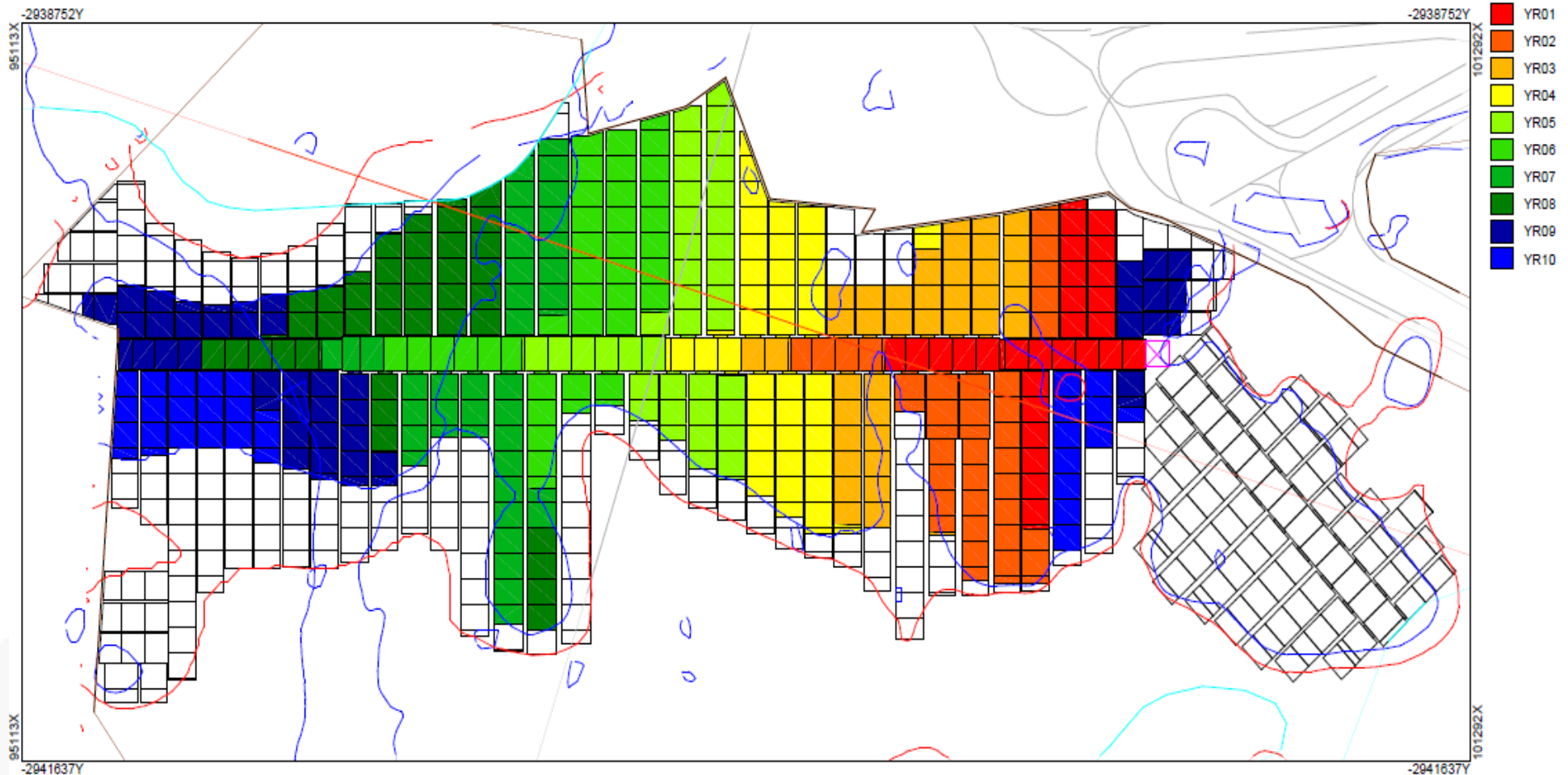
Total decline system length **580m**  
Box-cut depth **18m**  
Decline length **390m**





# New Development - Penumbra Project

- Initial 10 year mine production schedule based on existing reserves
- Opportunity to extend mine life based on current resources



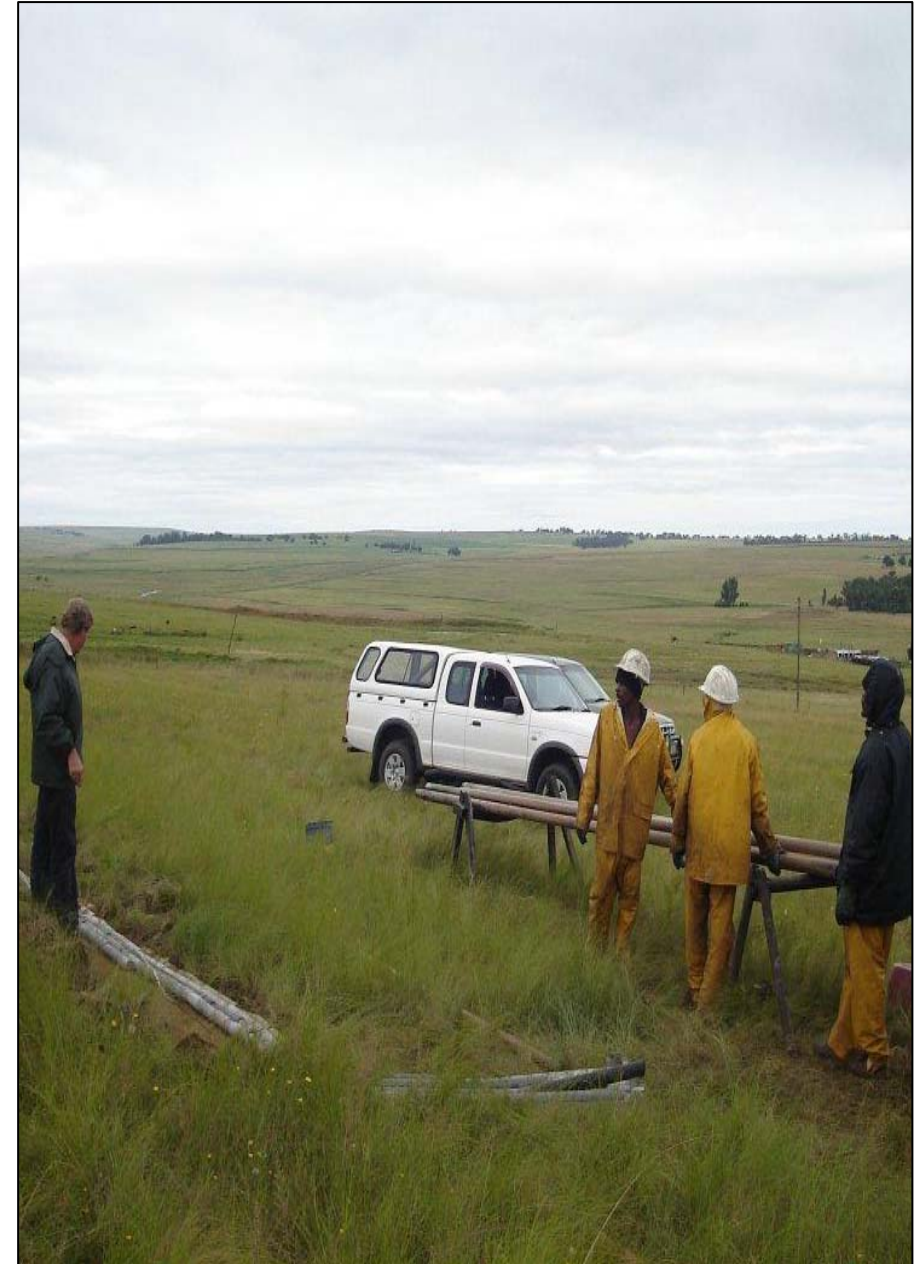
# New Development - Penumbra Project





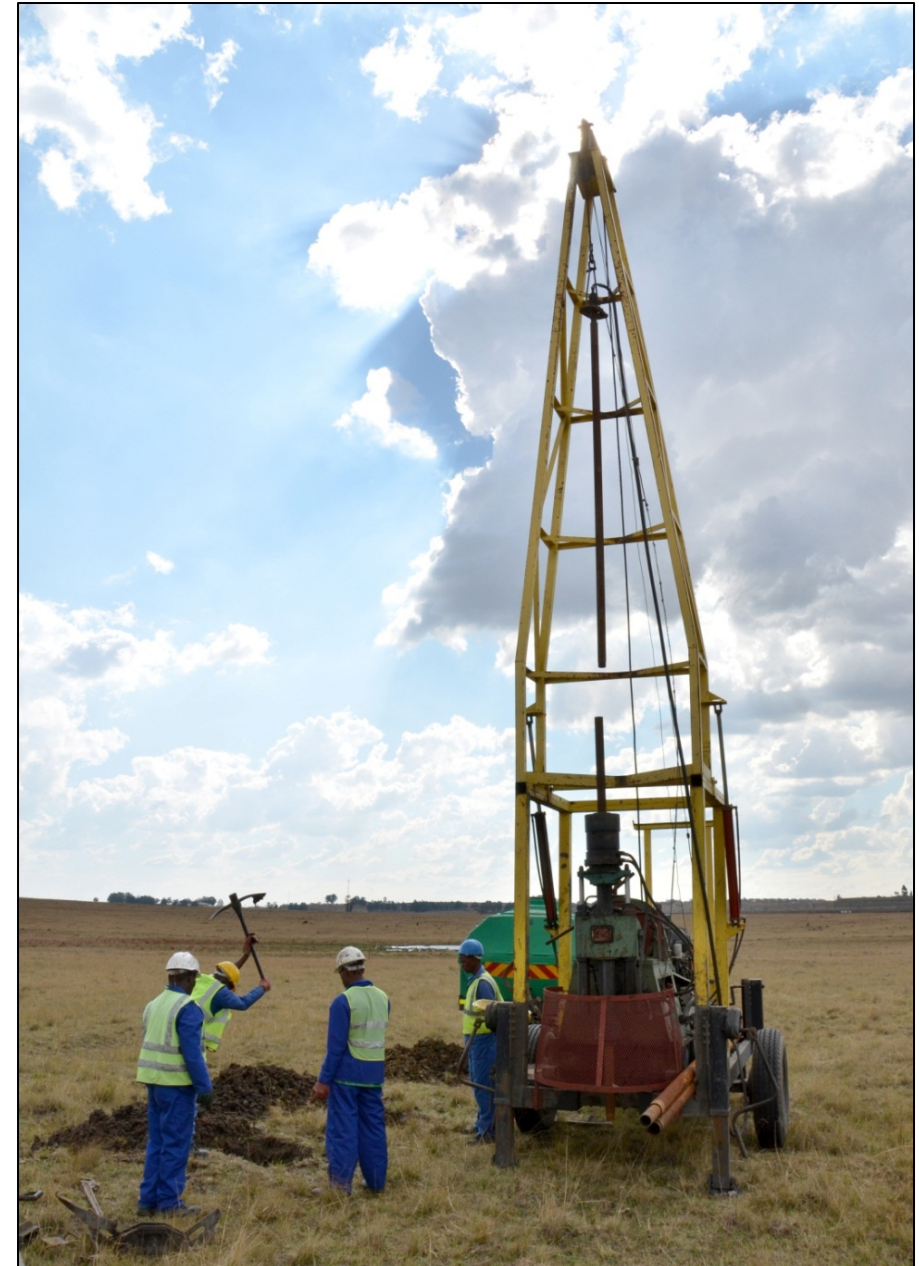
# New Development - De Wittekrans

- Comprises 4 projects - De Wittekrans, Knapdaar, Vaalbank and Project X
- Significant resource base located within a 10km radius and adjacent to major infrastructure
- Bankable Feasibility Study completed on De Wittekrans Project in September 2011
- Peer review and initial optimisation studies commenced
- Preliminary results to be released to the market in Q4 2011
- Initial targeted production of 3.6Mtpa ROM from conventional opencast and underground mining operations at De Wittekrans
- Targeted export sales of 1.0Mtpa and up to 2.0Mtpa of domestic sales
- Initial development of De Wittekrans given lower risk profile and capital development costs associated with initial shallow open cast mining operation



# New Development - Vlakplaats

- Project located 80km east of Johannesburg and 25km southwest of the Vlakvarkfontein mine
- Executed Joint Development Agreement with Korea Resources Corporation (KORES) in November 2010. Agreement in place with KORES for off-take and marketing of export thermal coal production from the Vlakplaats Coal Project upon a decision to mine
- Continental's South African subsidiary acquired 50% interest for ZAR50m with ZAR130m balance of acquisition price acquired by KORES (37%) and BEE partner (13%)
- Continental to be operator and manager to completion of Bankable Feasibility Study , expected 2012
- Historical drilling has indicated the opportunity to develop the existing 188Mt resources through conventional open cast and underground mining methods
- Initial ZAR32.5m budget to fully fund the project through to completion of a Bankable Feasibility Study





# Exploration

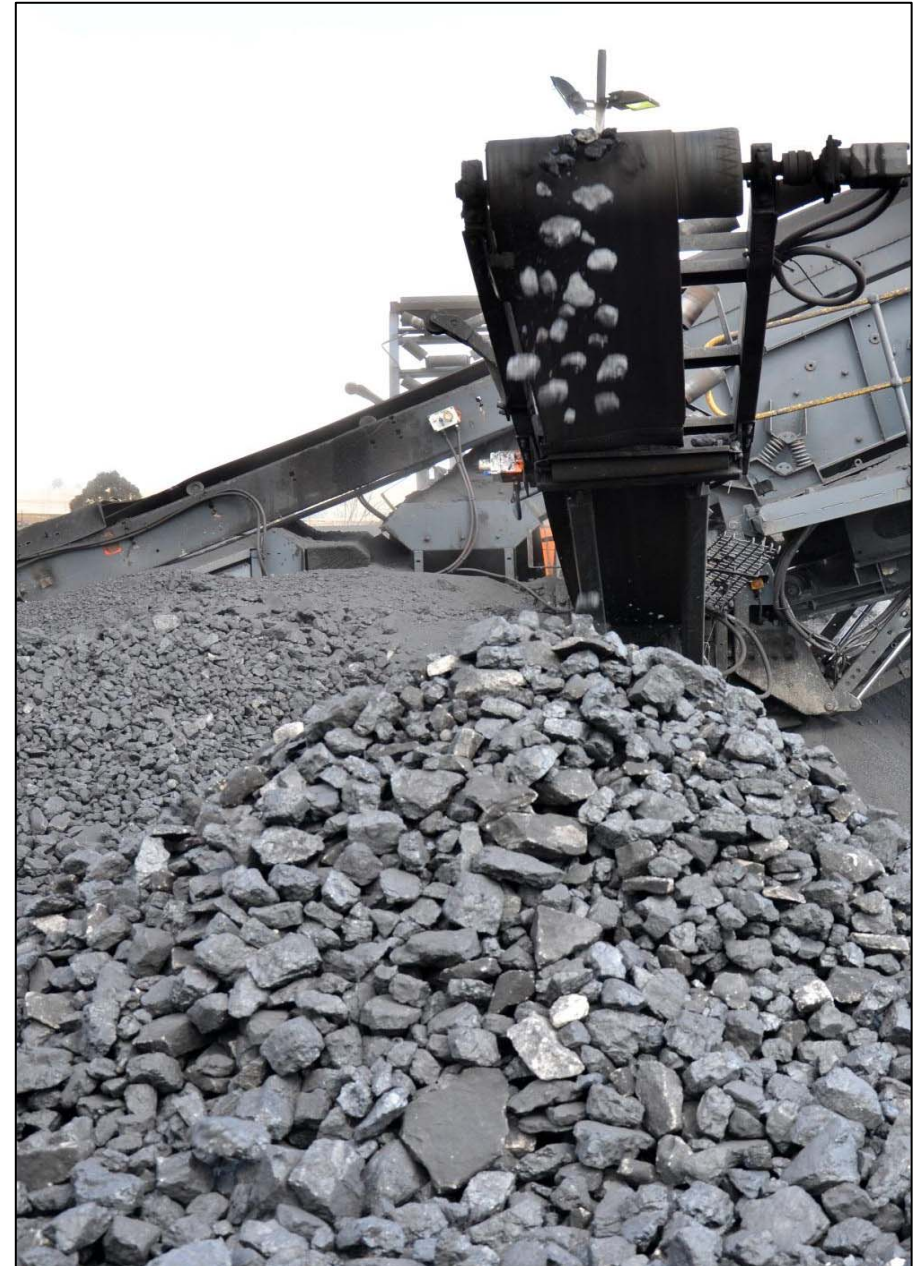
## Botswana

- Major upside through significant exploration targets in Botswana
- Three prospecting licenses located close to infrastructure, advanced exploration projects and Botswana's only producing coal mine
- Multi-billion tonne exploration target
- 60 hole diamond drilling program commenced in September 2011
- Drilling currently ongoing at the Serowe Project on both PL340/2008 and PL339/2008
- Drilling to commence at the Kweneng Project on PL341/2008 this quarter
- Awaiting detailed results and initial report from geological consultants



# Summary

- Dedicated coal mining and exploration company offering exposure to growing coal demand and growth opportunities
- Dynamic and highly experienced management team with proven record of successfully developing projects to production
- Balanced portfolio of assets, with existing production, development projects and long term exploration potential
  - Current production of 2Mtpa
  - Aim to deliver one new mining operation every year
  - High quality portfolio of advanced development and pre-production mines which will increase production significantly over the next 24 months
  - Resource base offers significant potential to grow production in the long term
- Demonstrated ability to raise debt capital to fund new exploration and mine development
- Aggressively pursuing other exploration opportunities in Africa





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