

1 March 2013

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

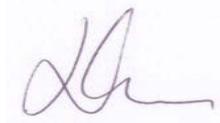
By e-lodgement

UPDATED HALF YEARLY PRESENTATION

Continental Coal Limited (**ASX:CCC/AIM:COOL**) ("**Continental**" or "**Company**") the South African thermal coal production, development and exploration company, is re-releasing the Half Yearly Presentation to incorporate

- Confirmation of the JORC Code Classification of the Inferred JORC Compliant Resources at the Kweneng Coal Project, one of the Company's three prospecting licenses in Botswana;
- and
- Confirmation that a key part of the Company's strategic focus for H2 FY2013 remains the finalisation of its negotiations with parties that have submitted offers to acquire all or part of the Company's interest in its South African thermal coal business and/or for the acquisition and/or joint venture of specific operating and development projects.

For and on behalf of the Board,



Don Turvey
Chief Executive Officer

For further information please contact:

Investors/ shareholders

Jason Brewer
Finance Director
T: +61 8 9488 5220

Don Turvey
Chief Executive Officer
T: +27 11 881 1420

E: admin@conticoal.com
W: www.conticoal.com

South Africa Australia
T +27 11 881 1420 F +27 11 881 1423 W www.conticoal.com T +61 8 9488 5220 F +61 8 9324 2400 W www.conticoal.com
9th Floor Fredman Towers, 13 Fredman Drive, Sandton 2196 Ground Floor, 1 Havelock Street, West Perth, WA 6005
PO Box 787646, Sandton 2146 PO Box 684, West Perth WA 6872

Independent Non-Executive Chairman Mike Kilbride **Chief Executive Officer** Don Turvey **Executive Director** Jason Brewer
Non-Executive Directors: Johan Bloemsma Peter Landau James Leahy Connie Molusi

Media (Australia)

David Tasker
Professional Public Relations
T: +61 8 9388 0944

Media (UK)

Mike Bartlett/ Jessica Fontaine/ Jos Simson
Tavistock Communications
T: +44 20 7920 3150

Nominated Advisor

Stuart Laing
RFC Ambrian Limited
T: +61 8 9480 2500

Broker

Mark Wellesley-Wood / Chris Sim
Investec Bank plc
T: +44 20 7597 4000

About Continental Coal Limited

Continental Coal Limited (ASX:CCC/AIM: COOL/US-OTCQX:CGFAY) is a South African thermal coal producer with a portfolio of projects located in South Africa's major coal fields including three operating mines, the Vlakvarkfontein, Ferreira and Penumbra Coal Mines, are set to produce at an annualised rate of 2.8Mtpa of thermal coal for the export and domestic markets. The Company's first underground mine, the Penumbra Coal Mine, commenced development in September 2011 and produced first coal in November 2012. In 2011, a Feasibility Study was also completed on a proposed fourth mine, the De Wittekrans Coal Project and further optimisation studies completed in 2012. The Company has further concluded strategic off-take and funding agreements with EDF Trading for its export thermal coal production, signed a joint development agreement with KORES, Korea Resources Corporation and secured debt funding from ABSA Capital to fund its growth.

Competent Persons Statement

The information in this report that relates to the Coal Resources and Reserves has been prepared in accordance with the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves as published by the Joint Ore Reserves Committee (JORC Code). The Australasian Joint Ore Reserves Committee (JORC) and the JORC Code requires that Competent Persons must belong to the Australasian Institute of Mining and Metallurgy (AusIMM), or the Australian Institute of Geoscientists (AIG), or a Recognized Overseas Professional Organisation (ROPO). ROPOs are professional organisations that the ASX, acting on advice from JORC and its parent organisations, accepts as bodies to which Competent Persons may belong to for the purpose of preparing documentation on Exploration Results and Mineral Resources, on which reports to the ASX are based. The South African Council for Natural Scientific Professions (SACNASP) as well as the Geological Society of South Africa are considered as ROPOs by JORC.

The information in this report that relates to Coal Resources is based on data and 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.

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 the 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.



Continental Coal Ltd

ABN 13 009 125 651 ASX Code CCC AIM Code COOL

Interim Results

for the six months ended
31 December 2012

28 February 2013



Disclaimer

This investor presentation (Presentation) has been prepared by Continental Coal Limited (ABN 13 009 125 651) (Continental). This presentation and information contained in it is being provided to shareholders and investors for information purposes only. Shareholders and investors should undertake their own evaluation of this information and otherwise contact their professional advisers in the event they wish to buy or sell shares. To the extent the information contains any projections the Company has provided these projections based upon the information that has been provided to the Company. The Company does not make any representations as to the accuracy or otherwise of that third party information.

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 or www.conticoal.com. Representation or warranty is made as to the accuracy and completeness of this document and no liability accepted

Whilst all reasonable care has been taken to confirm the reliability of the information and opinions expressed herein, no representation or warranty is made as to the accuracy or completeness of this Presentation. Any assumptions, interpretations, estimates and forecasts contained herein involve subjective judgments that may be subject to significant uncertainties and contingencies and may not prove accurate. Accordingly, any estimates and forecasts may not be achieved, and any statements as to future matters may not prove correct and the differences may be material. In all cases, the recipient must conduct his / her own investigation and satisfy his / herself as to the completeness, accuracy or reliability of the information herein.

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.

Not financial product advice. This Presentation is for information purposes only and is not financial product or investment advice or a recommendation to acquire Continental shares and has been prepared without taking into account the objectives, financial situation or needs of individuals. Before making an investment decision prospective investors should consider the appropriateness of the information having regard to their own objectives, financial situation and needs and seek legal and taxation advice appropriate to their jurisdiction. Continental is not licensed to provide financial product advice in respect of Continental shares. Cooling off rights do not apply to the acquisition of Continental shares.

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.

Distribution limitations. The distribution of this document in jurisdictions outside of Australia may be restricted by law, and persons into whose possession this document comes should inform themselves about, and observe, all such restrictions.

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, Vlakplaats and Wolfenfontein 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 a 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, Kweneng, Project X, Vaalbank, Leiden and Wesselton 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.

Overview - Half Year FY 2013

- Three coal mining operations now in production
- First coal production and sales from Penumbra Mine
- Optimisation work completed on proposed 4th coal mine
- Record half yearly ROM thermal coal production of 996,479t
- Thermal coal sales impacted by national transport strike and by delay in approval for mine extension at Ferreira Mine
- Financial results impacted by weakened export coal prices
- EBITDA profit of A\$0.6m, a significant turnaround on EBITDA loss of (A\$4.0m) and (A\$28.5m) in previous two periods, demonstrates ongoing improvement in underlying performance
- Net loss of (A\$7.3m) only 3% lower than previous period and achieved despite 32% lower export coal sales and 18% decline in realised ZAR export coal prices
- Outlook for H2 FY 2013 positive given:
 - Higher margin Penumbra Mine ramp up proceeding well
 - Ferreira Mine development completed and operations now exceeding budgeted production and exports sales
 - Vlakvarkfontein Mine continues to outperform

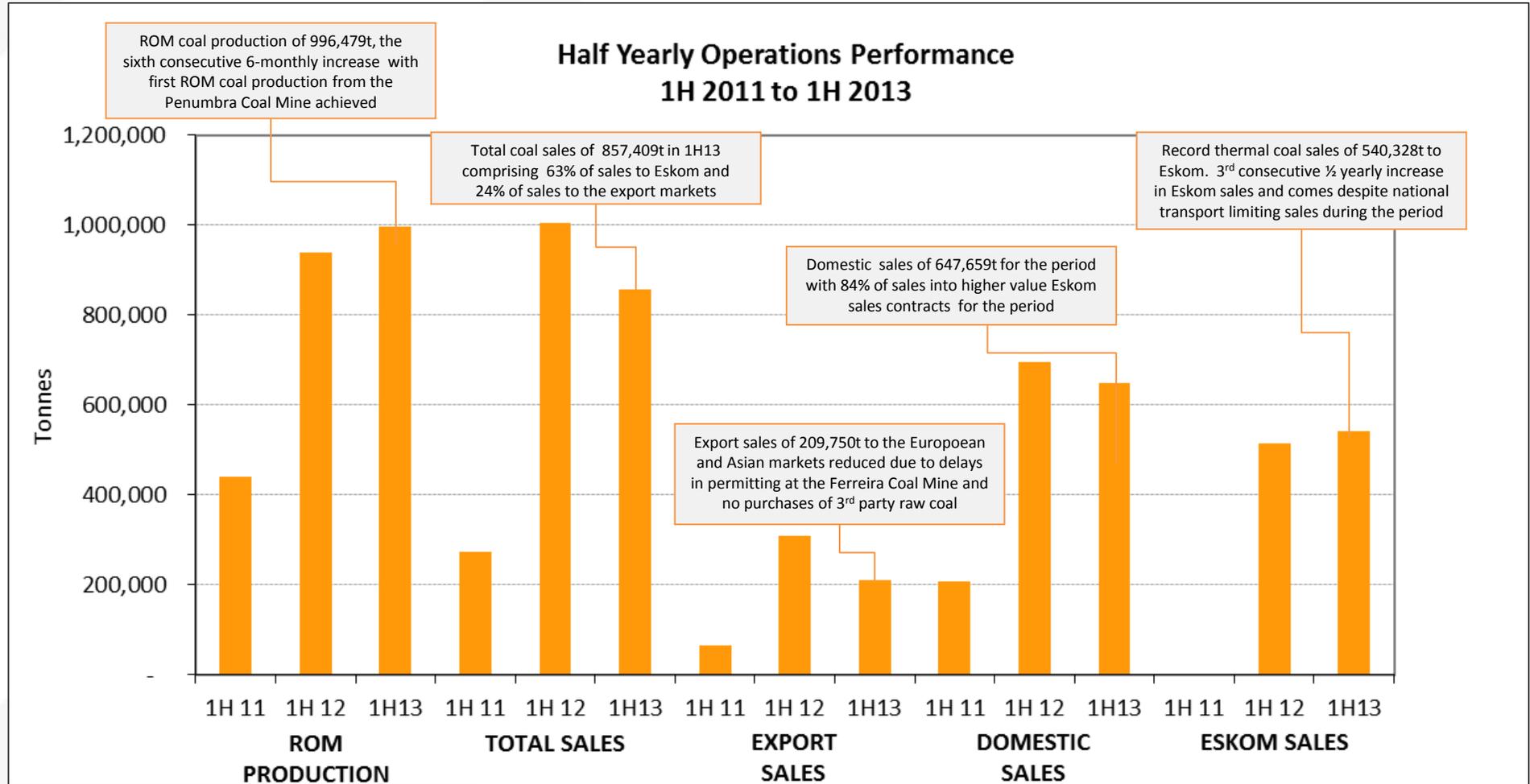


Operating Highlights

- First coal production and first export thermal coal sales from the Penumbra Mine
- Total ROM coal production of 996,479t, the sixth consecutive half yearly increase
- Record thermal coal sales to Eskom of 540,328t, the third consecutive half yearly increase
- Export thermal coal sales of 209,750t
- Penumbra Mine on track to be completed within the approved ZAR328m budget
- Approvals received for the Ferreira Coal Mine to extend into adjacent Prospecting Rights and extend operating mine life
- Optimisation work on the De Wittekrans Coal Project demonstrated opportunity to enhance technical and financial fundamentals and accelerate project development
- Maiden JORC Inferred Resource of 2.2 Billion Tonnes on the Kweneng Coal Project, one of the Group's three prospecting licenses in Botswana
- Renewal of the Group's three prospecting licenses in Botswana for a further 2 years



Half Yearly Operational Performance



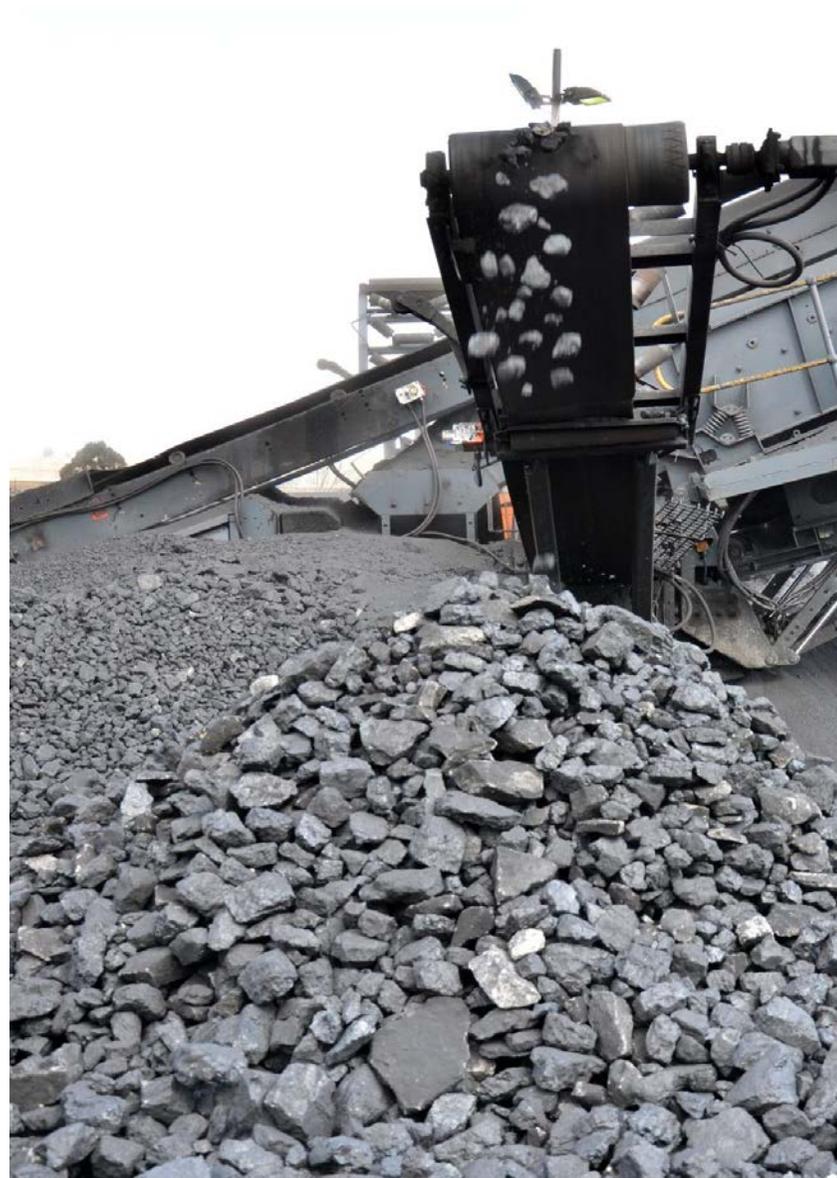
Operating Performance

- Vlakvarkfontein Mine
 - ROM production of 735,748t a 27% increase
 - Eskom sales of 540,328t, a 5% increase
 - Mining costs of ZAR76/t ROM
 - Total FOT costs of ZAR125/t
 - Average sales price received ZAR181/t
- Ferreira Mine
 - ROM production of 258,037t, a -28% reduction
 - Export sales of 209,750t, a -32% reduction
 - Export processing yields of 68%, a +16% improvement
 - Mining costs of ZAR264/t ROM
 - Total FOB costs of ZAR689/t SALES
- Penumbra Mine
 - First ROM production of 2,694t achieved in December
 - Export processing yield of 26%
 - Ramp up of ROM production and export sales underway

	HY 2013	HY 2012	(%)
ROM Production			
Vlakvarkfontein	735,748	579,796	+27%
Ferreira	258,037	357,668	-28%
Penumbra	2,694	0	n.a.
ROM Production	996,479	937,464	+6%
Feed to Plant			
Ferreira	323,253	523,003	-38%
Penumbra	3,260	0	n.a.
Total Plant Feed	326,513	523,003	-38%
Export Yields			
Ferreira	68.0%	58.6%	+16%
Penumbra	26.2%	0.0%	n.a.
Eskom Sales	540,328	512,940	+5%
Export Sales	209,750	309,445	-32%
Non-Select Sales	92,837	180,725	-49%
Other Sales	14,494	0	n.a.
Total Coal Sales	857,409	1,003,110	-15%

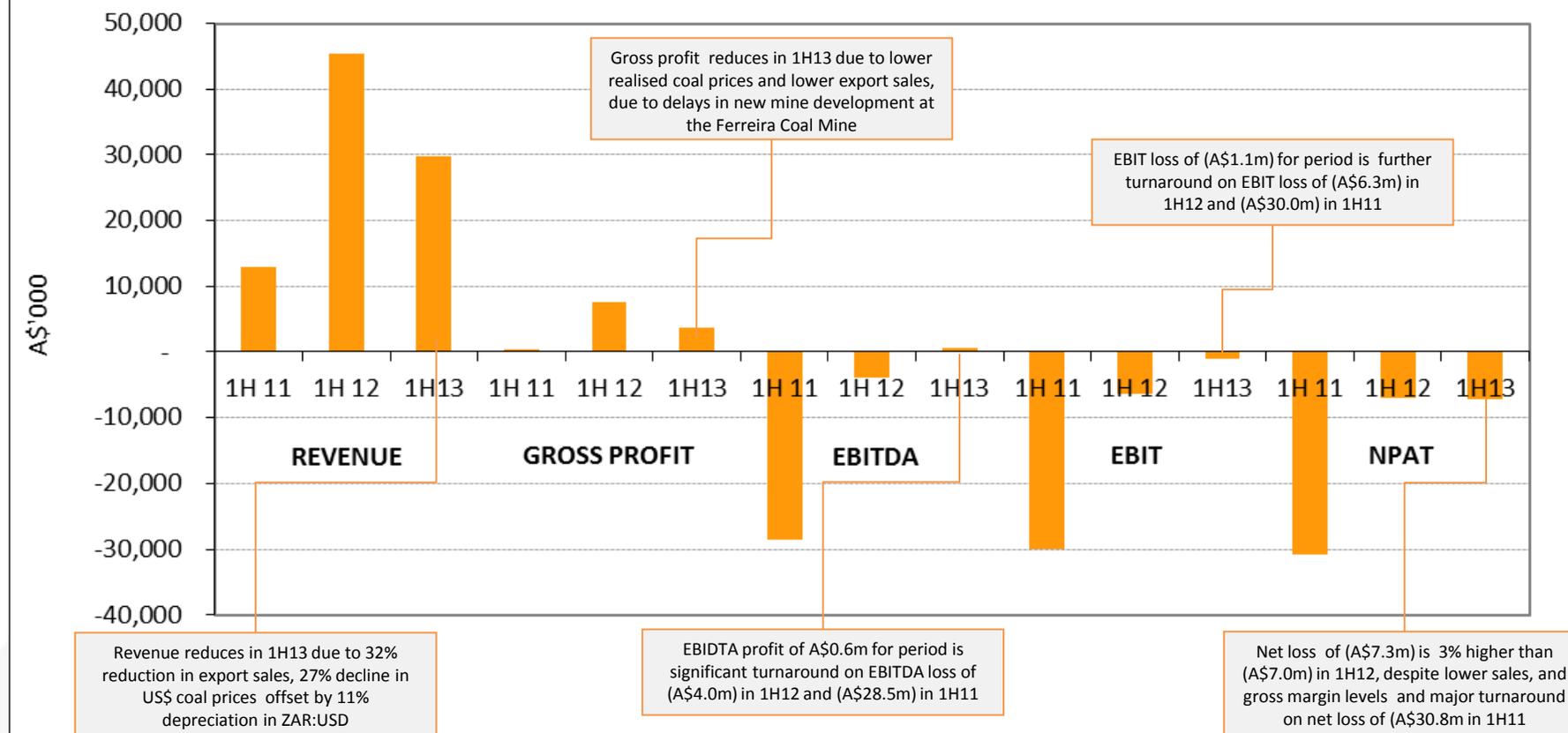
Financial Highlights

- Sales revenue of A\$29.7m impacted by softer export coal prices and delays in new mine development at Ferreira Mine
- Gross profit of A\$2.7m reported for the period
- EBITDA profit of A\$0.6m, a A\$4.6m turnaround on negative EBITDA of (A\$4.0m) in previous corresponding period
- Net Loss after Tax of (A\$7.3m), 3% higher than the previous (A\$7.0m) Net Loss after Tax due to lower export earnings
- Administration costs reduced by 59% and marketing/other expenses by 88%
- Finance expenses increased to A\$5.8m, and includes almost 50% of non-cash charges
- Drawdown of the ABSA Capital debt facilities
- Free cash balances reduced following funding of Penumbra Mine development and pay down of trade creditors
- Total liabilities increased by only A\$1.4m, despite approx. A\$15m drawing on the ABSA Capital debt facilities
- Net assets reduced by A\$5.0m, reflecting utilization of cash to fund Penumbra Mine development and unrealised foreign exchange losses arising from the translation of ZAR denominated assets



Half Yearly Financial Performance

Half Yearly Financial Performance 1H 2011 to 1H 2013



Profitability

- Revenue of A\$29.7m declines by 35%, due to 32% fall in export coal sales, 27% decline in USD benchmark coal prices and marginally offset by 11% depreciation in ZAR:USD exchange rate
- Costs of sales decrease by 28%, due to reduced ROM production at Ferreira Mine
- Gross profit margin of 9.0%
- Gross profit of A\$2.7m
- EBITDA profit of A\$0.6m, a 115% improvement on EBITDA loss of (A\$4.0m) in HY 2012
- EBIT loss of (A\$1.1m), an 82% improvement on EBIT loss of (A\$6.3m) in HY 2012 and supports cost management initiatives
- Net Loss after Tax of (A\$7.3m), increases by 3% on Net Loss after Tax of (A\$7.0m) in HY 2012
- Administration expenses of (A\$4.5m) reduce by 59%
- Marketing and other expenses of (A\$0.6m) reduce by 87%
- Finance expenses of (A\$5.8m), includes A\$1.1m of non-cash charges associated with the classification of the Company's BEE partners investment in the Company's South African subsidiary, A\$1.1m of convertible non-cash convertible note interest accretion and A\$0.6m of a future royalty expensed

	HY 2013	HY 2012	(%)
A\$'000			
Sales Revenue	29,737	45,403	-35%
Cost of Sales	(27,053)	(37,759)	-28%
Gross Profit	2,684	7,644	-65%
Gross Profit Margin	9.0%	16.8%	-47%
EBITDA	603	(4,008)	+115%
EBIT	(1,134)	(6,300)	+82%
Net Profit After Tax	(7,291)	(7,046)	-3%

	HY 2013	HY 2012	(%)
A\$'000			
Admin Expenses	(4,461)	(11,011)	-59%
Finance Expenses	(5,772)	(1,445)	+299%
Marketing Expenses	(144)	(630)	-77%
Other Expenses	(433)	(3,607)	-88%
Total Expenses	(10,810)	(16,693)	-35%

Financial Position and Cash Flows

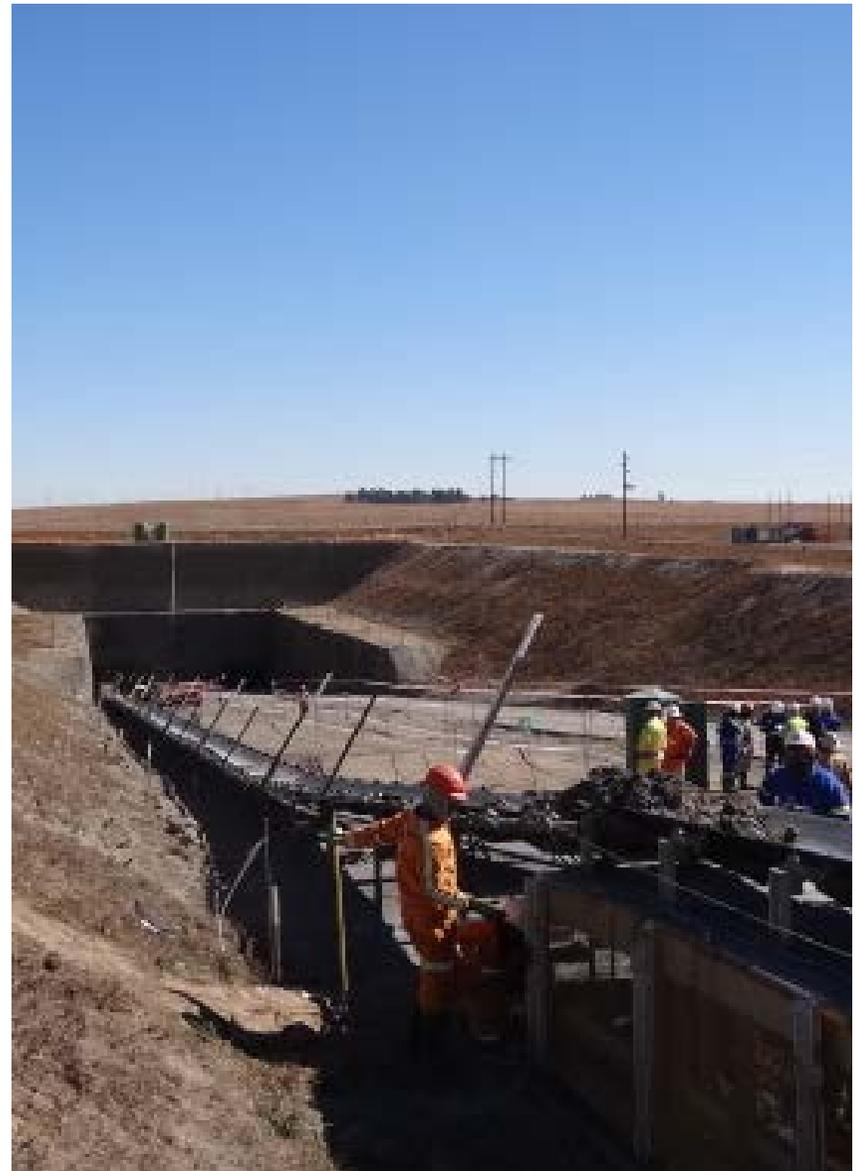
- Cash position reduced to A\$1.2m through funding commitment to the Penumbra Mine development, a secured cash deposit of A\$2.7m maintained as part of bank financing arrangements and major reduction in trade creditors
- Current assets of A\$23.5m
- Total assets of A\$200.6m
- Total assets reduce by 2%, primarily due to movement in foreign exchange rates on translation of ZAR denominated plant and equipment, development, and exploration expenditure
- Total liabilities increase by A\$1.4m, approx. 1%, despite A\$15m drawings made on the ABSA Capital debt facilities
- Total borrowings of A\$61.2m, comprised of A\$15m under ABSA Capital debt facilities, A\$14.5M convertible note facilities and A\$5.9m of other loans
- A\$25.8m of borrowings relates to investment made in the Group by SIOC-cdt, the Group's BEE Partner, which is repayable on a pro-rata with the intercompany loan payable to the Company (31 December 2012 A\$98.4m) and as such should not be viewed as a borrowing in the traditional sense from a third party financier
- Net asset backing of 12.74 cents per share

	HY 2013	HY 2012	(%)
A\$'000			
Free Cash	1,229	14,595	-92%
Total Current Assets	23,513	37,561	-37%
Total Assets	200,594	204,185	-2%
Current Liabilities	45,051	45,399	-1%
Total Liabilities	141,023	139,663	+1%
Net Assets	59,571	64,522	-8%
Net Assets (c/share)	12.74	14.98	-15%

	HY 2013	HY 2012	(%)
A\$'000			
Operating Cash flows	(2,223)	2,140	-203%
Investing Cash flows	(22,840)	(13,338)	+71%
Financing Cash flows	12,328	11,028	+12%
Change in Cash Held	(12,735)	(170)	-1798%
Closing Cash	1,229	11,251	-89%

Impact of Penumbra Mine in FY 2013

- First ROM production achieved in November 2012
- First export thermal coal sales achieved in December 2012
- Project development remains on schedule to be completed within approved ZAR328m budget with no cost overruns identified
- Outstanding mine development costs to be fully funded from ABSA Capital debt facilities
- Forecast ROM production for FY 2013 of 250,000t
- Coal processing through the Delta Processing Operations
- Forecast export thermal coal sales of up to 150,000t at total FOB costs of ZAR470/t
- Coal hedging program in place for approx. 646,000t at an average price of US\$123/t
- Forecast to double the Group's production and sales of high quality export thermal coal in FY2013
- Forecast to double the Group's earnings in the short to medium term



Strategic Focus For H2 FY 2013

- Maintain strong operational performance across the Group's three thermal coal mining operations
- Development decision on the De Wittekrans Coal Project - the Group's proposed 4th mining operation
- Strengthen balance sheet, increase working capital and reduce corporate debt
- Divestment of non-core assets
- Cost management initiatives to continue
- Cashflow from operations to fund principal activities
- Settlement of sale of shareholding in non-core VanMag Project
- Acquire outstanding minority interests in Mashala Resources
- Finalise strategic investment and long-term off-take agreement for De Wittekrans Coal Project
- Finalise joint venture and/or strategic investment in the Group's three prospecting licenses in Botswana
- Finalise negotiations with parties that have submitted offers to acquire all or part of the Company's interest in its South African thermal coal business and for the acquisition and/or joint venture of specific operating and development projects

