

EXTENSION OF MINING SERVICES AGREEMENT

HIGHLIGHTS

- Mining services contract extension at Isaac Plains East to Golding Contractors Pty Ltd for additional 5¹ years to 2024
- Flexible contract structure allows the Company to
 - Vary production to meet market conditions within certain parameters
 - Exercise an option (as required) to owner/operate the CHPP² as the future production profile changes
 - Alter the term of the contract to match future development opportunities as approvals are obtained (e.g. Isaac Downs) or market conditions
 - Jointly evaluate future synergies with Golding to transition to adjacent open cut mining areas
- Continuation of a long-term relationship with a productive and valued contract partner

Stanmore is pleased to announce the Company has extended its mining services agreement with Golding Contractors Pty Ltd (Golding), a wholly owned subsidiary of NRW Holdings Limited (ASX: NWH) for the Isaac Plains East coal mine for up to an additional 5-year period.

The contract extension commences on 1 July 2019 and provides Stanmore with flexibility to scale up and down production through a cost-effective structure to meet market conditions, the flexibility to manage the transition to Isaac Downs once environmental approvals are achieved and the ability to operate the CHPP if required.

Dan Clifford, Managing Director of Stanmore said, "I am extremely pleased to be extending Stanmore's contract agreement with Golding at the Isaac Plains East mine. This is building on the very effective and productive relationship we have had at the Isaac Plains mine".

Yours faithfully

Ian Poole
Company Secretary

¹ Early termination available after 3 years

² Coal Handling and Preparation Plant

FOR FURTHER INFORMATION, PLEASE CONTACT:

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ABOUT STANMORE COAL LIMITED (ASX CODE: SMR)

Stanmore Coal operates the Isaac Plains coking coal mine in Queensland's prime Bowen Basin region. Stanmore Coal owns 100% of the Isaac Plains Complex which includes the original Isaac Plains Mine, the adjoining Isaac Plains East (now a new open cut mine that commenced operations in July 2018), and the Isaac Plains Underground Mine (currently being assessed in a Bankable Feasibility Study). The company is focused on the creation of shareholder value via the efficient operation of Isaac Plains and Isaac Plains East, identification of further development opportunities (such as the Isaac Plains Underground Mine and the Isaac Downs Project) within the region. In addition, Stanmore Coal holds a number of high-quality development assets (both coking and thermal coal resources) located in the Queensland's Bowen and Surat Basins.

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