



GUILDFORD
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Company Announcements Platform
Australian Stock Exchange
10th Floor, 20 Bond Street
Sydney,
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Guildford Completes Acquisition of Further 50% in Terra Energy

The Board of Guildford Coal Limited (ASX: GUF) is pleased to announce that the Company has exercised the option to increase its stake in its Mongolian subsidiary Terra Energy LLC from 20% to 70% due to the positive results generated from exploration to date on the South Gobi coking and thermal coal project and the Middle Gobi thermal coal project. This transaction has been completed.

Guildford Coal Limited Non Executive Chairman, Mr Craig Ransley stated that "the highly prospective Terra Energy LLC Projects have the potential to define large scale thermal and coking coal mineral resources and represent an opportunity for Guildford to become a coal producer within 12 months as the South Gobi Project is well located close to the Chinese border station of Ceke where coal from Mongolia is already trucked into China".

As previously advised to the ASX on 8 July 2011, GUF through its Mongolian subsidiary Terra Energy LLC is continuing to conduct due diligence on a number of additional tenements in Mongolia which have synergies with and complement the existing project portfolio.

For and on behalf of Guildford Coal Limited

Mr Michael Avery
Managing Director
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