

## INVESTMENT HIGHLIGHTS

- Large underground coking coal project
- Environmental Assessment Requirements received
- High quality products, from well-known coal seams
- Proximity to infrastructure
- Competitive operating costs
- Experienced board and management

## BOARD OF DIRECTORS

**Wayne Seabrook**  
Executive Chairman

**Hans Mende**  
Non-executive Director

**Andy Plummer**  
Non-executive Director

**Simon Keyser**  
Non-executive Director

**Tony Galligan**  
Independent Non-executive Director

**Grant Polwarth**  
Alternate Director

**Malabar Coal Limited**

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ASX : MBC  
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Level 26, 259 George Street  
Sydney NSW 2000



# QUARTERLY ACTIVITIES REPORT

For the quarter ended  
30 June 2014

## SIGNIFICANT MILESTONES ACHIEVED

- ✳ **On 23 July 2014 the Spur Hill Underground Project received its Environmental Assessment Requirements ('EARs') from NSW Government**
- ✳ **This EARs determine the scope for preparing the Environmental Impact Statement ('EIS'). They represent the culmination of a number of permitting milestones achieved over the quarter**
- ✳ **Preparation of the EIS and Development Application are well under way**



## Project Activities

### ✱ Environmental and Project approvals

- The Environmental Assessment Requirements ('EARs') for the Spur Hill Underground Coking Coal Project were received from the NSW Department of Planning & Environment on 23 July 2014.
- The EAR's represent the culmination of a number of key permitting milestones achieved in the quarter.

Recent Permitting Milestones	
• Gateway Certificate received	20 March 2014
• Preliminary Environmental Assessment submitted	24 April 2014
• EPBC Referral submitted (& subsequently determined)	6 June 2014
• <b>Environmental Assessment Requirements (EAR's) issued</b>	<b>23 July 2014</b>

- The EAR's determine the scope for the preparation of the Environmental Impact Statement ('EIS').
- Preparation of the EIS and Development Application ('DA') are well underway.

EIS studies advanced during the quarter include:

- Surface and Groundwater assessments;
- Geomorphology assessment;
- Noise assessment;
- Air quality assessment;
- Subsidence assessment;
- Aboriginal cultural heritage assessment;
- Non-Aboriginal cultural heritage assessment;
- Aquatic fauna assessment;
- Terrestrial flora and fauna assessments;
- Environmental risk assessment;
- Transport assessment; and
- Soils and agricultural impact assessments.

Expenditure for these studies totalled approximately \$413,000 for the quarter.

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## ✳ Resource definition

Exploration expenditure connected with geological consulting, gas evaluation studies, photogrammetry, field mapping and seismic analysis totalled \$134,000 for the quarter.

## ✳ Mine design and infrastructure

Malabar advanced further studies to support the EIS and DA, including:

- Analyses of transport options and design;
- Design of coal handling and preparation facilities; and
- Design of mine surface infrastructure.

Engineering expenditure for these studies totalled approximately \$203,000 for the quarter.

## Financial

Cash on hand was \$6.194 million as at 30 June 2014.

## Mining Tenement

In accordance with the Project Farm-In Agreement, Malabar earned an additional 0.79% interest in the Project<sup>1</sup> through the expenditure of \$1,390,000. Hence, as at 30th June 2014 Malabar has a 35.76% interest in the Project and the right to increase its stake to 80%.

## Other

In connection with Listing Rule 5.3.2 there have been no activities relating to mining production and development.

## Contact details

For media inquiries please call:  
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**Malabar Coal Limited**  
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<sup>1</sup> Means Malabar's coal development Project (the 'Spur Hill Underground Coking Coal Project') in the Hunter Valley, New South Wales, based on Exploration Licence 7429.

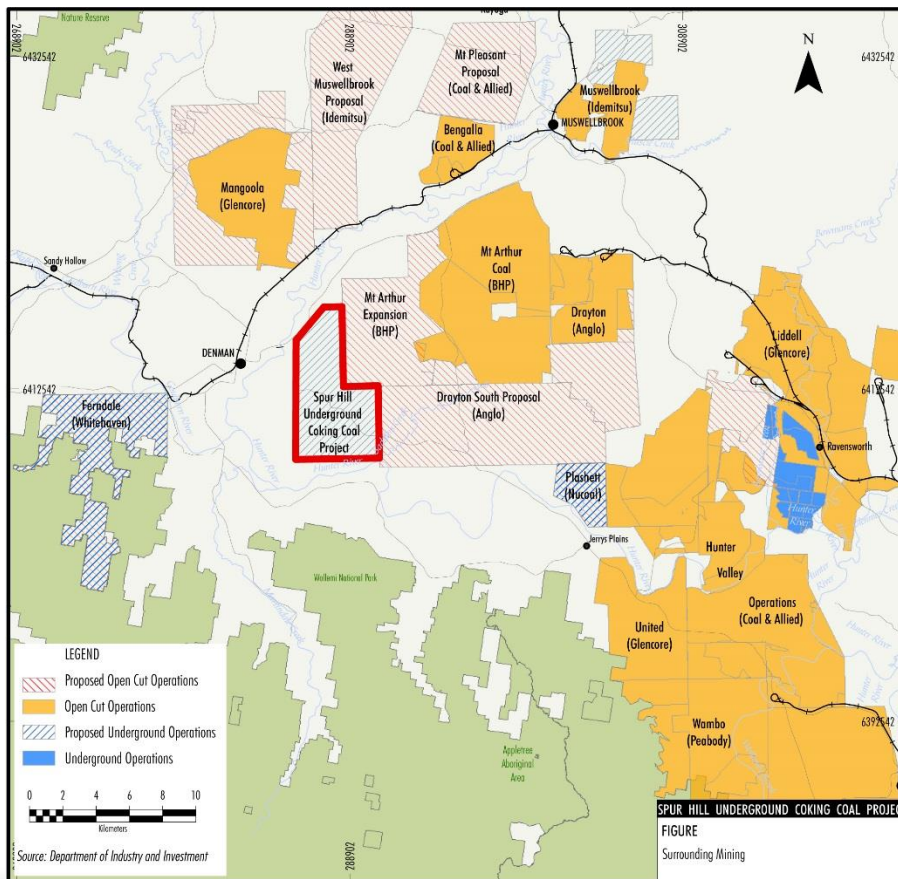
## ✳ About the Spur Hill Underground Coking Coal Project



The Project is located in the Upper Hunter Valley coal corridor in NSW. The Project has the potential to become a major underground coking coal mine producing up to 8 million tpa of Run-of-Mine coal for more than 20 years.

The target seams are likely to produce: soft coking coal, semi-soft coking coal, PCI and export thermal coal.

The Environmental Assessment Requirements for the Project have been issued by the NSW Department of Planning & Environment. The Environmental Impact Statement and Development Application for the Project are being prepared.



**SPUR HILL UNDERGROUND COKING COAL PROJECT**  
FIGURE  
Surrounding Mining

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