



**ANNOUNCEMENT**

**13 May 2016**

**UPDATE: RECOMMENDED OFFER FOR UNIVERSAL COAL PLC  
EXTENSION OF OFFER TO 24 JUNE 2016**

Coal of Africa Limited (ASX, AIM and JSE: CZA) (CoAL) announces an update on its recommended Offer for Universal Coal plc (Universal), announced on 26 November 2015.

**Extension of Offer for Universal Coal plc**

CoAL wishes to advise that it has extended the Offer Period of the Offer, such that the Closing Date is now 24 June 2016.

The rationale for extending the Offer Period is to allow CoAL sufficient time to finalise the two new subscription agreements with Hengshun Zhongsheng Group Co., Ltd and Summer Trees PTE. Ltd (“the Subscribers”) pursuant to which the Subscribers will subscribe for 229,885,058 and 114,942,529 CoAL Shares respectively at a price of US\$0.0435 (approximately A\$0.05932) per CoAL Share, for total proceeds of US\$15 million (“New Subscription Agreements”).

It is intended that these New Subscription Agreements will replace the YBI Subscription Agreement which was intended to be replaced by a US\$15 million loan to be made available to CoAL by YBI as first noted in the notice of variation dated 8 April 2016.

Full details of the terms of the New Subscription Agreements will be disclosed if, and when, the New Subscription Agreements are signed.

CoAL expects the Offer to proceed according to the revised indicative timetable set out below.

The dates and times set out in the timetable below are indicative only and may change in accordance with the terms and conditions of the Offer, to the extent permitted by law and as described in the Offer Document. In particular, the period during which the Offer is open for acceptance may be further extended by CoAL (where permitted by law).

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<b>CDI Acceptance Expiry Time</b>	<b>7.00pm (Sydney time) on 20 June 2016</b>
<b>Final date for receipt of TTE Instructions and Forms of Acceptance</b>	<b>1.00pm (London time) on 24 June 2016</b>
<b>Closing Date of the Offer (unless the Offer Period is extended)</b>	<b>1.00pm (London time) on 24 June 2016</b>
Expected date by which settlement of consideration will first occur*	On or around 1 July 2016
Readmission of CoAL Shares to trading on AIM*	On or around 4 July 2016
Trading of Consideration Shares on AIM, ASX and JSE*	On or around 4 July 2016

\* CoAL will pay the cash and/or issue the Consideration Shares and/or Loan Notes to which accepting Universal Shareholders are entitled within 14 calendar days of the date on which the Offer becomes or is declared wholly unconditional or, in relation to valid acceptances received after this date but while the Offer remains open for acceptance, within 14 calendar days of that acceptance.

The full notice of Notice of Variation is available on the Company's website ([www.coalofafrica.com](http://www.coalofafrica.com)) and this announcement should be read in conjunction with that Notice of Variation. Universal Shareholders and CDI Holders should refer to the Offer Document for further instructions regarding how to accept the Offer

### **Status of Acceptances**

CoAL wishes to advise that, as at the date of this Notice, it has received acceptances of the Offer from Universal Shareholders (including Universal CDI Holders) representing 472,404,977 Universal Shares, equating to approximately 93.23% of the total number of Universal Shares on issue.

Authorised by

**David Brown**

Chief Executive Officer

**For more information contact:**

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Investec Bank Limited is the nominated JSE Sponsor

**About CoAL:**

CoAL is an AIM/ASX/JSE listed coal exploration, development and mining company operating in South Africa. CoAL's key projects include the Vele Colliery (coking and thermal coal), the Greater Soutpansberg Project /MbeuYashu, including CoAL's Makhado Project (coking and thermal coal).