



ANNOUNCEMENT

5 February 2014

COAL OF AFRICA GRANTED NUCOAL (WOESTALLEEN) SECTION 11 APPROVAL

Coal of Africa Limited (the "Company" or "CoAL") is pleased to announce the granting of a Section 11 approval by the Department of Mineral Resources ("DMR") for the disposal by CoAL of all shares and intercompany loan accounts in NuCoal Mining Proprietary Limited (the "Woestalleen Complex"). The approval was granted effective 31 January 2014 and the sale consideration of R80 million (US\$ 7.2million) is now payable to CoAL.

CoAL would like to express our gratitude to the DMR for its assistance in expediting the approval.

David Brown, Chief Executive Officer stated: "The successful completion of this disposal is another significant step forward in our execution of the five-point turnaround strategy as earlier communicated by the Company."

Authorised by
David Brown
CEO

5 February 2014

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).

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Bernard R. Pryor – Interim Chairman, David H. Brown – Chief Executive Officer, Michael G. Meeser – Chief Financial Officer
Non-executive directors: Peter G. Cordin, Khomotso B. Mosehla, David J. K. Murray, Rudolph H. Torlage