



31 May 2017

RIGHTS ISSUE AND SHORTFALL CLOSED

HIGHLIGHTS

- Rights Issue Shortfall fully placed raising proceeds to the Company of \$616,329, before costs.
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Allegiance Coal Limited (**Allegiance** or the **Company**) advises that the Company has successfully closed the Rights Issue Shortfall fully subscribed.

The shortfall available of 24,653,155 has been allocated to sophisticated investors raising a total of \$616,329, before costs.

The Company will issue and allot the shortfall today Wednesday 31 May 2017.

Effect on Capital Structure

The number of shares on issue in Allegiance after the issue of shares subscribed for will be 225,995,235, as set out below:

EVENT	NO. OF SHARES
Shares currently on issue	201,342,080
Shortfall shares allocated	24,653,155
	225,995,235

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About Allegiance Coal

Allegiance Coal is a publicly listed (ASX:AHQ) Australian company fast tracking a metallurgical coal mine into production in British Columbia, Canada. The Telkwa metallurgical coal project (**Project**) is the Company's flagship project comprising 165Mt of JORC compliant coal resource and has been the subject of extensive historical exploration. Located 1,000 km north of Vancouver, the Project sits uniquely on the western side of British Columbia, immediately adjacent to a major Canadian National



Rail line, with a 360 km rail haul to the deep water port of Prince Rupert and Ridley Island Coal Terminal. British Columbia has one of Canada's and North America's most competitive, flexible and supportive business climates. Consistently receiving AAA credit ratings, its vast resources, low taxes, stable and well regulated financial system and Government, makes for a wonderful country in which to invest.
