



20 June 2019

**Notice under section 708(5)(e) of the Corporations Act 2001 (Cth)**

Allegiance Coal Limited (**Company**) hereby notifies the ASX under section 708(5)(e) of the Corporations Act 2001 (Cth)(**Act**), that as outlined in the Company's announcement of 14 June 2019, the Company placed 34,515,814 fully paid ordinary shares in the Company pursuant to a private placement to sophisticated and professional investors under its existing capacity under ASX Listing Rule 7.1 (**New Shares**).

The Company confirms that:

1. The New Shares were issued without disclosure to investors under Part 6D.2 of the Act;
2. This notice is being given under section 708A(5)(e) of the Act;
3. As at the date of this notice, the Company has complied with:
  - a) The provisions of Chapter 2M of the Act as they apply to the Company; and
  - b) section 674 of the Act; and
4. As at the date of this notice, other than as set out below, there is no information for the purposes of sections 708A(7) and 708A(8) of the Act:
  - a) That has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
  - b) That investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
    - i. The assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
    - ii. The rights and liabilities attaching to the New Shares.

---

For more information, please contact:

**Mr Mark Gray**  
Chairman & Managing Director  
Mobile : +61 412 899979  
Email : [mgray@allegiancecoal.com.au](mailto:mgray@allegiancecoal.com.au)

**Mr Jonathan Reynolds**  
Finance Director  
Mobile : +61 408 229 953  
Email: [jreynolds@allegiancecoal.com.au](mailto:jreynolds@allegiancecoal.com.au)

**About Allegiance Coal**

Allegiance Coal is a publicly listed (ASX:AHQ) Australian company advancing a metallurgical coal mine into production in British Columbia, Canada. The Telkwa metallurgical coal complex (**Telkwa Complex**) includes three pit areas comprising 125.8Mt of JORC compliant coal resource of which 102.3Mt is in the Measured Category; 22.3Mt is in the Indicated Category; and 1.2Mt is in the Inferred Category. In July 2017 the Company completed a pre-feasibility study



declaring 42.5Mt of saleable coal reserves (**Telkwa PFS**) across the entire Telkwa Complex. In March 2019 the Company completed a definitive feasibility study (**Tenas DFS**) of the Tenas Pit (**Tenas Project**) in relation to 16.5Mt of those saleable coal reserves, and is now advancing the Tenas Project towards permitting and production.

**Coal Resources & Reserves**

The coal resources referred to in this announcement (unless otherwise stated in this announcement) were first reported in the Company's release of its updated geological model on 18 June 2018, supplemented by its 26 June 2018 announcement (together the June 2018 Announcement). The coal reserves referred to in this announcement (unless otherwise stated in this announcement) were first reported in the Company's release of its Telkwa PFS results on 3 July 2017 (July 2017 Announcement), updated in the Tenas DFS on 18 March 2019 (March 2019 Announcement). The Company confirms that it is not aware of any new information or data that materially affects the information included in the July 2017 Announcement, the June 2018 Announcement or the March 2019 Announcement and that all material assumptions and technical parameters underpinning the estimates in the July 2017 Announcement, the June 2018 Announcement or the March 2019 Announcement, continue to apply and have not materially changed.

---