

11 May 2017
Shareholder Announcement

ASIC grants Malabar approval to operate a Low Volume Financial Market in its ordinary shares

As you are aware, Malabar Coal Limited (Malabar) voluntarily de-listed from the ASX on 20 January 2017.

Malabar is pleased to announce that ASIC granted approval for Malabar to operate a low volume financial market in its ordinary shares. This market is registered in accordance with ASIC Instrument 2016/888.

Under the ASIC approval, Malabar may operate a financial market through which:

- a) No more than 100 completed transactions are entered into; and
- b) The total value of all transactions entered into does not exceed \$1.5 million,

in the 12 month period commencing on the date the financial market was named in the register or any subsequent 12 month period.

In order to ensure Malabar is not involved in any of the financial transactions arising from the operation of the market, Malabar has established a process in conjunction with its Share Registry (Link Market Services).

Enclosed is a copy of our **Share Trading Facility Terms of Use** and our **Registration and Consent Form** should you wish to participate.

With respect to the share price for trades, Malabar is unable to provide financial advice of any kind. Attention is drawn to the share price history of the company prior to de-listing from the ASX, information lodged on the Malabar website from time to time and Malabar's interim and annual financial reports which are provided to shareholders.

For further comment or other information, please contact us by email admin@malabarcoal.com.au or by phone +61 2 8248 1272.

Wayne Seabrook
Non-Executive Chairman
Malabar Coal Limited