

23 September 2015
ASX Release

Entitlement Offer

Dispatch of entitlement offer information booklet and entitlement and acceptance form

Malabar Coal Limited (ASX Code: MBC) (**Malabar** or **Company**) would like to advise that the entitlement offer information booklet and entitlement and acceptance form relating to its 15 for 17 pro rata non-renounceable entitlement offer announced on 15 September 2015, was dispatched to eligible shareholders today.

Malabar amended the chairman's letter in the entitlement offer information booklet in the version which was dispatched to shareholders. Specifically, the chairman's letter in the booklet dispatched to shareholders notes that three major shareholders (who are associated with Simon Keyser and Wayne Seabrook, directors of the Company) have committed to entitlements representing 5,625,000 new fully paid ordinary shares or 7.5% of the new shares to be issued under the entitlement offer as opposed to 13.6% as disclosed in the entitlement offer information booklet released to the market on 15 September 2015. This amendment was also made to the letter to shareholders released to the market on 15 September 2015. The amended letter to shareholders is enclosed in the entitlement offer information booklet dispatched to shareholders. A copy of the entitlement offer information booklet (enclosing the letter to shareholders) that was dispatched to shareholders is attached to this notice.

If you have any queries, please contact Malabar on +61 2 8248 1272 (within Australia) between 8.30 am and 5.30 pm (AEST) Monday to Friday during the offer period or, alternatively, consult your stockbroker, solicitor, accountant or other professional financial adviser.