

ASX ANNOUNCEMENT
1 June, 2015

Cakra receives Underwriting Agreement from Sinarmas Sekuritas

Global metallurgical coal group, Cokal Limited (ASX:CKA), has been advised by PT Cakra Mineral Tbk (IDX:CKRA) (**CKRA**) that an Underwriting agreement has been entered into for the circa. US\$100 Million rights issue which is a key part of their takeover bid for Cokal.

CKRA has also advised that the underwriting agreement is in customary form and normal terms for transactions for this size and type in Indonesia and is therefore subject to the transaction receiving regulatory and shareholder approval. CKRA advises that CKRA's largest shareholder, Redstone Resources Pte Ltd is a party to the agreement, indicating its intentions in relation to the shareholders meeting as part of the rights issue process.

Cokal Ltd (ASX:CKA) and CKRA announced on 29 April 2015 (refer announcement for further details) that they have entered into a Bid Implementation agreement under which CKRA will make a conditional off market takeover bid for all of the shares in Cokal (**Offer**).

Sinarmas Sekuritas Underwriting agreement - CKRA funding

CKRA intends to raise approximately US\$100 million by way of a rights issue fully underwritten (as a standby buyer) by PT. Sinarmas Sekuritas¹ (**Underwriter**).

PT Sinarmas Sekuritas is a subsidiary of PT Sinar Mas Multiartha, the investment holding company for Sinar Mas Group, one of the largest conglomerates in Indonesia. The Underwriter is a leader in financial services that includes fund management, investment research, stock brokering, bonds, and other derivative products to retail, corporate, and institutional customers.

By obtaining the underwriting agreement, Cakra Minerals has achieved a significant milestone and in line with the timetable as outlined in the Bid Implementation Agreement announced on 29 April 2015. Cokal expects further details will be provided in the Bidder's Statement.

Cokal Chairman and Chief Executive officer, Peter Lynch said, "This is a very encouraging development and we are happy with the progress we have made to date". "The two parties are working steadily in a co-operative manner as we proceed through the detailed work required in the Bid Implementation Agreement".

Timetable

An indicative timetable showing the key Indonesian regulatory steps follows. CKRA is aware that under Australian law, its Offer must be made within 2 months of the date of announcement. Subject to this and other statutory requirements, however, the timetable is entirely indicative and CKRA reserves the right to vary the key events and dates without notice and there is no guarantee that one or more dates or events will take place at any given time.

Announcement Date	29 April 2015
CKRA obtains underwriting for rights issue	1 June 2015
CKRA despatches Bidder's Statement to Cokal Shareholders and Offer opens	27 June 2015
CKRA obtains regulatory approval for rights issue to proceed	15 July 2015

¹ PT. Sinarmas Sekuritas is a member of the Indonesia Stock Exchange and a subsidiary of IDX listed financial services group, PT Sinar Mas Multiartha Tbk (JK:SMMA), which is itself part of the Sinar Mas Group, one of Indonesia's largest conglomerates.

CKRA obtains Registration from regulatory authority - Rights issue approvals process complete	30 July 2015
Rights issue audit - clear funds	14 August 2015
Close of Offer (unless extended)	15 August 2015

For further information, contact:

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PROJECT OVERVIEW

BBM's Production IUP covers an area of 14,980 hectares (ha), immediately adjacent to BHP Billiton's Juloi tenement. The tenement covers ground which has been zoned as Production Forest. Production Forest zones are areas that have been designated by the Central Government of Indonesia to allow for forestry and mining activities by local and international companies.

The IUP straddles the Barito River and has numerous outcrops of bright coal. Coal core samples analysis confirmed BBM's coal to be a premium coking coal with low ash, low sulphur and ultra-low Phosphorus, as well as Crucible Swell Numbers ("CSN") values generally 9.

- Total Coal Resource estimate of 266.6 Mt at BBM, comprised of 19.5Mt Measured, 23.1Mt Indicated and 224Mt Inferred Resources reported in accordance with the 2012 JORC Code*
- Product split for the total BBM Coal Resource is estimated to be 90% Coking Coal and 10% PCI

ENDS

About Cokal Limited

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in five projects in Central Kalimantan and one project (which holds three exploration licences) in West Kalimantan, Indonesia considered prospective for metallurgical coal. Cokal has also signed a joint venture with Tanzoz Resource Company Limited to explore for coal in Tanzania and a co-operation agreement with Mozambique Government Mining Corporation, EMEM, to explore for coking coal in the emerging coal province of Mozambique.

Forward Looking Statements

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as "may", "will", "expect", "intend", "plan", "estimate", "anticipate", "continue", and "guidance", or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs. Forward looking statements in this release include, but are not limited to, the capital and operating cost estimates and economic analyses from the Study.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company's actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management's good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company's business and operations in the future. The company does not give any assurance that the assumptions on which forward

looking statements are based will prove to be correct, or that the company's business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company's control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

Forward looking statements in this release are given as at the date of issue only. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

Competent Person Statement

The Total Coal Resource estimate was announced on 29 January 2015, titled "Cokal announces updated JORC Resource Statement for Bumi Barito Mineral (BBM) Project". The information in the report relating to Mineral Resources is based on information compiled by Yoga Suryanegara who is a Member of the Australasian Institute of Mining and Metallurgy and a full time employee of Cokal Limited. Mr Suryanegara is a qualified geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking, to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves".

The Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement made on 29 January 2015 and that all material assumptions and technical parameters underpinning the estimates in the announcement made on 29 January 2015 continue to apply and have not materially changed.

The information in this report relating to exploration results is based on information compiled by Patrick Hanna who is a fellow of the Australasian Institute of Mining and Metallurgy and is a consultant (through Hanna Consulting Services) to Cokal Limited. Mr Hanna is a qualified geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking, to qualify as Competent Persons as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves".