



All Registry communications to:
C/- Advanced Share Registry Limited
110 Stirling Highway
Nedlands, WA 6009
Telephone: (+61 8) 9389 8033
ASX Code: CKL
Website: www.cokal.com.au

Tuesday 18 June 2019

Dear Shareholders,

Notice to Ineligible Shareholders – Entitlement Offer

I am writing to you as the registered holder of shares in Cokal Limited (**Company**) (ASX: CKA), with a registered address outside of Australia, New Zealand, Malaysia or Hong Kong as at today's date.

As announced on 18 June 2019, the Company is undertaking:

- a non-renounceable pro rata offer to eligible shareholders on the basis of 1 new fully paid ordinary share (**New Share**) for every 8 fully paid ordinary existing shares in the Company (**Existing Shares**) at an issue price of \$0.05 per New Share to raise approximately \$5.1 million (**Entitlement Offer**); and
- an offer to Eligible Shareholders and New Investors to subscribe for the shortfall to the Entitlement Offer at an issue price of \$0.05 per New Share (**Shortfall Offer**).

The Entitlement Offer and Shortfall Offer (collectively referred to as the **Offer**) will be made by way of a prospectus pursuant to section 713 of the Corporations Act 2001 (Cth) (**Prospectus**). Up to approximately 102,105,270 New Shares will be issued under the Offer if fully subscribed.

If your registered address remains the same at 7.00pm (AEST) on the Record Date of 24 June 2019, you will not be eligible to participate in the Entitlement Offer. The Shortfall Offer is only open to Eligible Shareholders with a registered address in Australia, New Zealand, Malaysia or Hong Kong, or to New Investors with a registered address in Australia.

Aahana Global Resources & Investment Pte Ltd (**Aahana**), the major shareholder of the Company, has committed to fully underwrite the Offer. If the Offer is not fully subscribed the shortfall will be taken by Aahana.

The proceeds from the Offer will be used to commence the initial infrastructure development at the Company's premier metalliferous coal mine, BBM. Specifically, the proceeds of the Offer will be utilised to upgrade the Krajan mining camp, construct haul roads, drains, and barge-loading jetty in preparation to commence mining in Pit 2.

The Entitlement Offer is only available to shareholders whose registered address is in Australia, New Zealand, Malaysia or Hong Kong as recorded with the Company's share registry as at 7.00pm (AWST) on the Record Date of 24 June 2019 (**Record Date**) (**Eligible Shareholders**).

As the Offer is non-renounceable, rights are not tradeable on the ASX or otherwise transferable. New Shares will rank equally with Existing Shares.

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Ineligible Shareholders

The Company has determined that it would be unreasonable to extend participation in the Offer to shareholders who do not have a registered address in Australia, New Zealand, Malaysia or Hong Kong on the Record Date (**Ineligible Shareholders**) having regard to:

- (a) the number of Ineligible Shareholders; and
- (b) the cost of complying with applicable regulations in those jurisdictions outside Australia, New Zealand, Malaysia and Hong Kong.

Indicative Timetable

The indicative timetable for the Offer is as follows:

| Event | Date |
|--|-----------------------------------|
| Entitlement Offer announced | Tuesday 18 June 2019 |
| Prospectus lodged with ASIC & ASX <i>Lodged after close of market</i> | Tuesday 18 June 2019 |
| Lodgement of Appendix 3B with ASX <i>Lodged after close of market</i> | Tuesday 18 June 2019 |
| Ex-Date for the Entitlement Offer | Friday 21 June 2019 |
| Entitlement Offer Record Date <i>The date for determining Entitlements of Eligible Shareholders to participate in the Entitlement Offer</i> | 7:00pm (AWST) Monday 24 June 2019 |
| Opening date for Entitlement Offer and Shortfall Offer <i>Announcement that Prospectus and Entitlement Offer and Acceptance Form sent to Eligible Shareholders</i> | Wednesday 26 June 2019 |
| Last day to extend the Offer Closing Date | Wednesday 10 July 2019 |
| Closing Date for Entitlement Offer to Eligible Shareholders (Entitlement Offer & Top-Up Facility) | 5:00pm (AWST) Monday 15 July 2019 |
| Entitlement Offer New Shares commence trading on ASX on deferred settlement basis | Tuesday 16 July 2019 |
| ASX notified of Shortfall Shares (if any) <i>Company to deliver Shortfall Notice</i> | Tuesday 16 July 2019 |
| Settlement of the Entitlement Offer | Friday 19 July 2019 |
| Issue date of New Shares under the Entitlement Offer | Monday 22 July 2019 |
| Closing Date for Shortfall Offer | 5:00pm (AWST) Monday 22 July 2019 |
| Entitlement Offer New Shares trade on ASX on a normal settlement basis | Tuesday 23 July 2019 |
| Settlement of the Shortfall Offer | Friday 26 July 2019 |
| Issue date of Shortfall Shares | Monday 29 July 2019 |
| Shortfall Shares trade on ASX on a normal settlement basis | Tuesday 30 July 2019 |

This timetable is indicative only. The Company reserves the right to amend this indicative timetable at any time, subject to the *Corporations Act 2001* (Cth) and the Listing Rules.

In particular, subject to the Listing Rules, the Directors reserve the right to extend the closing dates for the Offer at their discretion. Should this occur, any extension will have a consequential effect on the anticipated date of issue for the New Shares.

Prospectus

The Company lodged the Prospectus with ASIC and ASX on 18 June 2019, and will dispatch the Prospectus to shareholders of the Company on 26 June 2019. The Prospectus is available on the ASX website at www.asx.com.au and also on the Company's website at www.cokal.com.au. The Prospectus contains further details of the Offer.

If you have any queries in relation to the Offer, please do not hesitate to contact Advanced Share Registry on (+61 8) 9389 8033 (8.30am – 5.00pm, (AWST) Monday to Friday).

Yours sincerely

Louisa Martino
Company Secretary

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