

CZA - Coal of Africa Limited - Placement and Section 708A(5)(e) Notice

Coal of Africa Limited
(Previously, "GVM Metals Limited")
(Incorporated and registered in Australia)
(Registration number ABN 008 905 388)
Share code on the JSE Limited: CZA
ISIN AU000000CZA6
Share code on the Australian Stock Exchange Limited: CZA
ISIN AU000000CZA6
('CoAL' or 'the Company')

SECTION 708A(5)(e) NOTICE

Further to today's announcement on the completion of Tranche 2 of the Placement to ArcelorMittal, being 13,635,000 shares @ £1.11 per share, Coal of Africa Limited confirms it has also today placed 375,000 ordinary shares to Zero Nominees Limited pursuant to its exercise of Class F Options at an exercise price of \$1.50 per Share.

Following the admission of the 14,010,000 Shares, the number of Ordinary Shares on issue will be 372,754,492.

An Appendix 3B will be lodged following this announcement and may be found on the Company's website.

Secondary Trading Notice Pursuant to Paragraph 708A(5)(e) of the Corporations Act 2001 ("Act")

The Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A of the Act. By giving this notice, a sale of the Shares noted above will fall within the exemption in section 708A(5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that:

- (a) the Company issued the Shares without disclosure to investors under Part 6D.2 of the Act;
- (b) as at 5 June 2008, the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and
- (c) as at 5 June 2008 there is no information:
 - 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 relevant Shares.

AUTHORISED BY:

Shannon Coates
Company Secretary

5 June 2008

For more information contact:

Simon Farrell, Managing Director

CZA

+61 417 985 383

Olly Cairns / Romil Patel

Blue Oar Securities Plc

+61 8 6430 1631/ +44(0) 20 7448 4400

www.coalofafrica.com

Sponsor

PricewaterhouseCoopers Corporate Finance (Pty) Ltd
(Registration number 1970/003711/07)