

CZA - Coal of Africa Limited - Completion of Tranche 1
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')

19 June 2008

COMPLETION OF TRANCHE 1 AND SECTION 708A(5)(e) NOTICE

Further to the announcement on 13 June 2008, Coal of Africa Limited confirms it has today completed Tranche 1 of the Placement to Coal Investments Limited ("CIL"), placing 25,500,000 ordinary Shares to CIL at an issue price of £1.30 per Share to raise £33,150,000.

Following the admission of the 25,500,000 Shares, the number of Ordinary Shares on issue will be 398,254,492.

Tranche 2 of the Placement, being 12,000,000 Shares, will be issued upon receipt of approval from the Australian Foreign Investments Review Board.

An Appendix 3B will be lodged with the ASX following this announcement.

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 19 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 19 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.

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Sponsor

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