

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Coal of Africa Limited

ABN

98 008 905 388

Quarter ended ("current quarter")

31 March 2011

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (9 months) \$A'000
1.1	Receipts from product sales and related debtors	104,234	195,071
1.2	Payments for (a) exploration & evaluation	-	(1,628)
	(b) development	-	-
	(c) production	(75,267)	(164,886)
	(d) logistics	(5,111)	(19,639)
	(e) administration	(9,775)	(35,415)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	163	1,319
1.5	Interest and other costs of finance paid	(197)	(896)
1.6	Income taxes paid	-	(8,155)
1.7	Other (provide details if material)	-	-
Net Operating Cash Flows		14,047	(34,229)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	(1,856)
	(b) equity investments	(4,849)	(4,849)
	(c) other fixed assets	(10,449)	(40,518)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	171	2,943
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
Net investing cash flows		(15,127)	(44,280)
1.13	Total operating and investing cash flows (carried forward)	(1,080)	(78,509)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(1,080)	(78,509)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	20,923	20,923
1.17	Repayment of borrowings	(19,843)	(20,661)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	1,080	262
	Net increase (decrease) in cash held	-	(78,247)
1.20	Cash at beginning of quarter/year to date	23,733	101,063
1.21	Exchange rate adjustments to item 1.20	1,380	2,297
1.22	Cash at end of quarter	25,113	25,113

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	439
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	26,672	21,823
3.2 Credit standby arrangements	10,241	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	534
4.2 Development	6,202
4.3 Production	48,106
4.4 Logistics	25,023
4.5 Administration	12,921
Total	92,775

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	23,475	7,230
5.2 Deposits at call	1,638	16,503
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	25,113	23,733

+ See chapter 19 for defined terms.

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements acquired or increased			

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

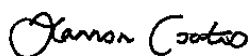
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities (description)	Nil			
7.2 Changes during quarter				
7.3 +Ordinary securities	530,639,661	530,639,661		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities (description)	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options (description and conversion factor)	29,403,062	Nil	Exercise price See Note 6	Expiry date See Note 6
7.8 Issued during quarter	1,540,561	Nil	See Note 6	See Note 6
7.9 Exercised during quarter	124,998	Nil	See Note 6	See Note 6
7.10 Expired during quarter	Nil	Nil		

+ See chapter 19 for defined terms.

7.11	Debentures (totals only)	Nil	
7.12	Unsecured notes (totals only)	Nil	

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.



28 April 2011

Sign here: Date:
(Company secretary)

Print name: SHANNON COATES
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Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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6 Issued and Quoted Options as at 31 December 2010:

Number Issued	Number Quoted	Exercise Price	Expiry Date	Lapsed Since End of quarter
8,950,000	-	A\$0.50	30 September 2011	-
7,000,000	-	A\$1.25	30 September 2012	-
250,000	-	A\$2.05	1 May 2012	-
1,000,000	-	A\$1.90	30 September 2012	-
600,000	-	A\$1.25	1 May 2012	-
1,650,000	-	A\$3.25	31 July 2012	-
912,500	-	A\$1.90	30 June 2014	-
5,000,000	-	A\$2.74	30 November 2014	-
2,500,000	-	A\$1.20	9 November 2015	-
1*	-	GBP0.60	1 November 2014	-
1,540,561	-	A\$1.40	30 September 2015	-

*1 Option to subscribe for 50 million ordinary shares for 60 pence each between 1 November 2010 and 1 November 2014 as approved by shareholders on 22 April 2010

7 **Payments for Logistics**

Payments made for Logistics expenses for the 9 months ending 31 March 2011 were A\$19,639,000. These costs were previously recorded as part of either production or administration payments. The logistics charge for the 6 months ending 31 December 2011 was A\$14,528,000.

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