



Results for the financial year ended 30 June 2011

John Wallington, CEO
Wayne Koonin, FD
Monday, 19 September 2011

CoAL of AFRICA LIMITED

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Resource and reserve estimation



Unless otherwise specified, the information in this presentation that relates to mineral resources and ore reserves has been extracted without adjustment from the following document:

INDEPENDENT TECHNICAL STATEMENT FOR COAL OF AFRICA AS AT 18th SEPTEMBER 2011 PREPARED BY VENMYN RAND (PTY) LTD

Recipients of this presentation should refer to the abovementioned Independent Technical Statement, which is available on CoAL's website (www.coalofafrica.com), for full details of the coal resource and reserve estimates referred to in this presentation and the basis on which those estimates have been prepared.

Competent persons

The information in this announcement that relates to mineral resources or ore reserves has been compiled by Ms C Telfer (B.Sc. Hons. (Geol.), (DMS) Dip Bus Man Pr. Sci. Nat., FGSSA, MAusIMM, M.Inst.D) and Mr G Njowa (M.Sc. (Min. Eng), MRM, B.Sc.Hons. (Min. Eng), Grad CIS, MSAIMM, Pr Eng, MIAS), of Venmyn Rand (Pty) Ltd, who both have relevant and appropriate experience and independence to appraise the coal assets. Both Ms C Telfer and Mr G Njowa are considered "Competent Persons", and each have more than five years relevant experience in the assessment and evaluation of the types of coal exploration and mining properties presented in this announcement. Both Ms C Telfer and Mr G Njowa consent to the inclusion of the resource information in this announcement in the form and context in which it appears.

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OVERVIEW



John Wallington

Chief Executive Officer



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Key features for FY2011



- Year of transition
 - past issues adequately resolved to reposition business for future growth
- Business divided into three key areas:
 - exploration; development; mining
- Core vision
 - develop large-scale, closely located coking coal ore bodies in Limpopo Province, South Africa
- Access to international markets
 - 3Mtpa rail capacity on Maputo corridor, allocation at Matola Terminal, Maputo (Mozambique)
- Rio Tinto/Chapudi acquisition advanced
 - several additional large-scale coking coal projects in the Limpopo Province to be acquired, subject to regulatory approval
- Near-term focus areas:
 - optimise production from thermal coal assets
 - complete construction: start mining at Vele Colliery
 - complete Makhado Definitive Feasibility Study
 - exploration, technical studies to prioritise potential large-scale coking coal project development in South Africa
 - complete Venmyn Rand review on all assets

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FY2011: a year of transition

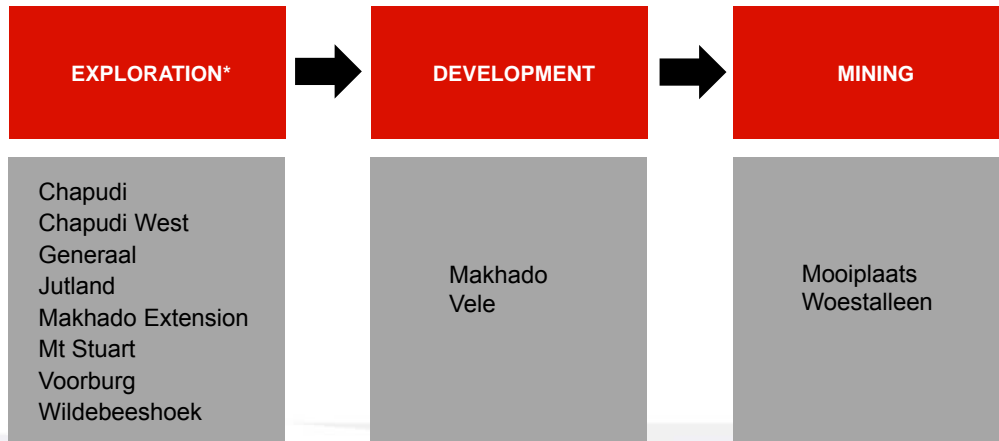


- Restructuring
 - substantial restructuring for effective production, project pipeline delivery
- Clean-up of past issues commenced
 - regulatory
 - operational
 - financial
- Building capacity
 - new ERP financial system implemented across all business units
 - required skills and experience sourced
- Vision set
 - to be a world class mining company
 - development of Limpopo coking coal assets
 - identification of opportunities to diversify, increase scale, value

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Overview of projects and operations



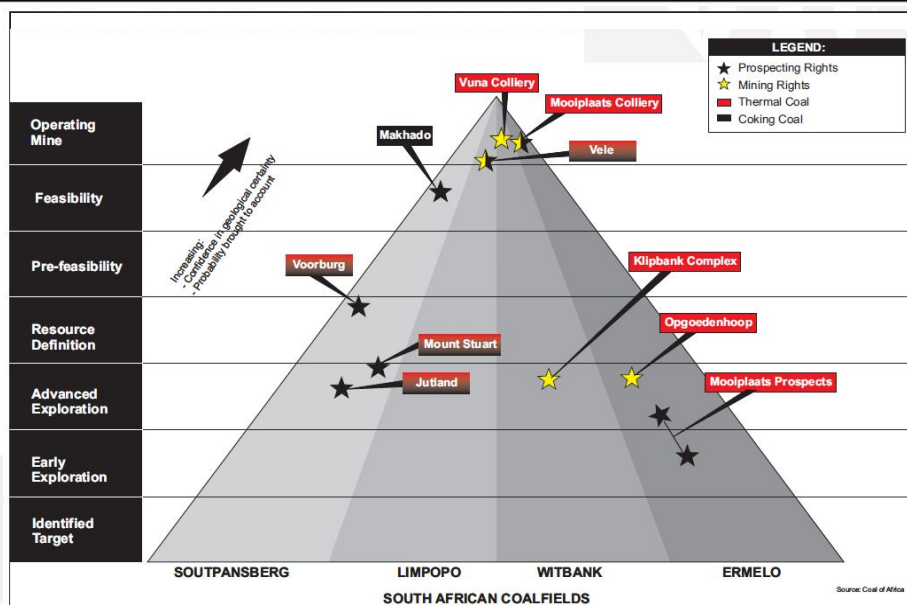
- Assets in three major phases (exploration, development, mining)
- Primary focus: development of coking coal asset portfolio
- Upside potential based on project pipeline

* Refer to detailed slide with map indicating properties being acquired as part of the Rio Tinto/Chapudi acquisition

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Summary of assets



Source: Venmyn Rand (Pty) Ltd

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Overview of project locations



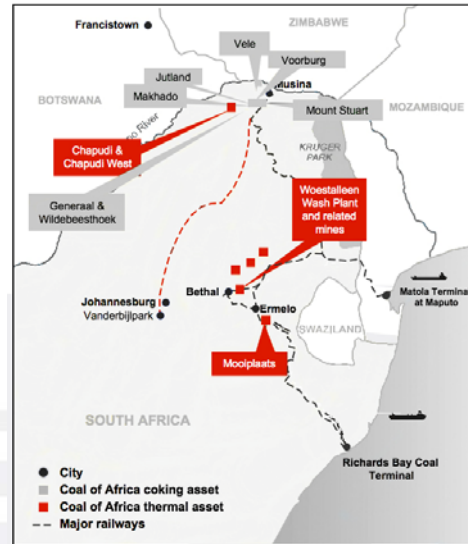
Thermal coal assets	Resources/Reserves ²
Mooiplaats	50.760/31.590 Mt MTIS ¹
Woestalleen wash plant & related pits	6.155/6.155 Mt MTIS
Chapudi	1,040.000/ n/a ³ Mt MTIS ⁴

Coking coal assets	Resource/Reserve ²
Makhado	411.156 / n/a ³ Mt MTIS (O/C area)
Vele	369.629 / 332.709 Mt MTIS (O/C & U/G)
Mount Stuart	In process ~55.460 / n/a ³ Mt MTIS
Voorburg (Coal of Africa)	In process ~ 181.811 / n/a ³ Mt MTIS

Port allocation

- Matola Terminal: currently 3.0 Mtpa (of 6.0 Mtpa);
- Option over Phase 4 expansion for additional 10-20 Mtpa; study currently being conducted
- Richards Bay Coal Terminal: 207 Ktpa (Quattro allocation)

1. Mineable tonnes in situ
2. Resources are inclusive of reserves
3. Currently insufficient information available to generate estimate of reserves
4. Rio Tinto estimate (JORC)



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Summary reserve and resource statement, 18 Sep 2011



At the request of the Board, an Independent Technical Statement has been compiled by Venmyn to provide a summary of the principal coal assets of CoAL with particular reference to declared coal resources and reserves. Set out below is a summary of CoAL's reserves and resources, which has been extracted without adjustment from the Independent Technical Statement. For full details on CoAL's reserves and resource estimates, and the basis on which those estimates were prepared, refer to the full Independent Technical Statement, which can be found on the Company's website www.coalofafrica.com

Coal Reserves of CoAL's Principal Mineral Assets*

PROJECT NAME	MINEABLE TONNES IN SITU (MTIS)	RoM TONNAGE (t)	SALEABLE PRIMARY PRODUCT (t)	SALEABLE SECONDARY PRODUCT (t)	COAL ATTRIBUTABLE %
Mooiplaats	31,590,200	18,656,800	9,433,300	779,900	**100%
Vuna	6,155,700	6,547,400	3,381,600	2,101,200	**100%
Vele	332,709,000	299,391,000	92,387,000	0	100%
Total	370,454,900	324,595,200	105,201,900	2,881,100	100%

Coal Resources of CoAL's Principal Mineral Assets (Inclusive of Reserves)*

PROJECT NAME	GROSS TONNES IN SITU (GTIS)	TOTAL TONNES IN SITU (TTIS)	MINEABLE TONNES IN SITU (MTIS)	COAL ATTRIBUTABLE %
Mooiplaats	92,322,689	85,619,262	50,760,100	100%
Vuna	6,820,858	6,479,815	6,155,700	**100%
Vele	803,820,826	680,202,877	369,629,400	100%
Makhado	879,734,822	764,699,202	411,156,500	100%
Voorburg	217,778,959	188,929,976	181,811,100	100%
Mount Stuart	407,162,828	325,730,262	55,460,000	100%
Total	2,407,640,982	2,051,661,394	1,074,972,800	100%

* Independent Technical Statement prepared by Venmyn available on www.coalofafrica.com

** CoAL has a 49% legal interest but a 100% economic interest in Vuna.

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Additional resources subject to regulatory approval



- Rio Tinto/Chapudi acquisition
 - Agreement provides for remaining regulatory approvals to be obtained by 30 April 2012
 - Principally Chapudi and Chapudi West tenements with additional tenements contiguous with existing CoAL tenements in the Soutpansberg Coalfields
 - Resource and Reserve
 - ▶ estimates to be updated on completion
 - ▶ although the Independent Technical Statement does not include an estimate of coal resources or reserves for these projects, Rio Tinto have estimated the Chapudi Project coal resources at 1.04 billion tonnes (JORC)

FY2011 highlights: consolidated thermal coal production



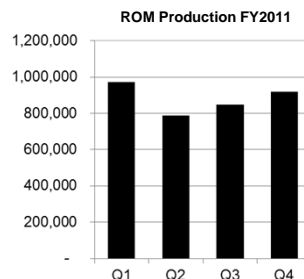
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|-------------------|---|
| ▪ Mooiplaats | FY2011 12 months production (FY2010: 12 months) |
| ▪ Woestalleen | FY2011 12 months production (FY2010: 6 months) |
| ▪ ROM tonnes | 75% increase to 4.4Mt (FY2010: 2.5Mt) |
| ▪ Washed tonnes | 5.0Mt including 0.5Mt purchased coal (FY2010: 2.3Mt incl 0.3Mt purchased coal) |
| ▪ Overall yield | 66.4% up 10% (FY2010: 56.4%) |
| ▪ Saleable tonnes | 154% rise in saleable tonnes to 3.3Mt (FY2010: 1.3Mt) |
| ▪ Sales tonnes | 3.3Mt sold - 2.9Mt export; 0.4Mt Eskom (FY2010 1.3Mt – 1.1Mt export; 0.2Mt Eskom) |



FY2011 highlights: thermal coal – Woestalleen



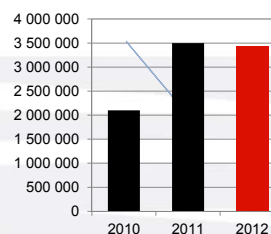
- Acquired effective 1 January 2010
- Six months production in FY2010
- Opencast mining
 - three pits operational in FY2011; Klipbank and Hartogshoop mined out by year end
 - two years life of mine at Zonnebloom (Vuna) Colliery
 - seeking alternative sources of ROM
 - post year end assume direct management of mine



Woestalleen production schedule			
Tonnage (000)	2010	2011	2012
ROM coal	2,114	3,526	3,441
Plant feed	1,657	3,531	3,441
Washed tons*	1,657	3,528	3,181
Overall yield	61.6%	65.9%	64.6%
Saleable	1,020	2,325	2,055
Primary	868	2,022	1,856
Middlings	152	303	199

* Based on barrel wash on #1 seam in FY2012

Annual ROM production
Act (FY2010-FY2011; Target FY2012)



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Thermal coal assets: Woestalleen



Key figures

Resources/Reserves ⁽¹⁾	6.155/6.155 Mt MTIS
ROM production	3.5 Mt (FY2011)
CoAL attributable	100%
Quality	Export, Eskom

(1) Resources are inclusive of reserves

Highlights

- Mine siding with 4.34 Mtpa loading capacity
- FOR contracts to supplement rail capacity to Matola
- Balance of export product shipped via Matola

View of Woestalleen wash plant



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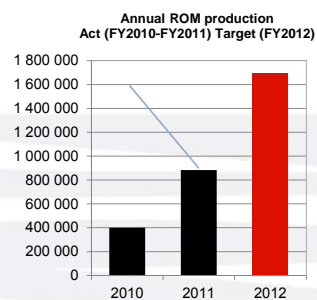
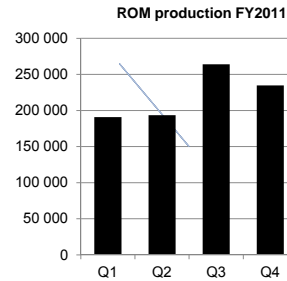
FY2011 highlights : thermal coal – Mooiplaats



- Underground mining; JOY continuous miners
 - third section July 2010; fourth Nov 2010
- Successful transition from contract miner 1 July 2011
 - improved performance on output and quality
- Improved yield in FY2011
 - due to better quality coal; no lean coal
- Fifth section in development; start late 2011 with build-up in FY2012

Mooiplaats production schedule			
Tonnage (000)	2010	2011	2012
ROM coal	401	883	1,672
Purchased coal	262	472	Nil
Plant feed	660	1,466*	1,672
Overall yield	43.6%	67.6%	69.4%
Saleable	288	991	1,161
Primary	192	739	994
Middlings	96	252	167

* Includes draw down on inventory



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Thermal coal assets: Mooiplaats



Key figures

Resources/Reserves ⁽¹⁾	50.760/31.590 Mt MTIS
ROM Production	0.9 Mtpa saleable (FY2011)
CoAL attributable	100%
Quality	Export, Eskom

(1) Resources are inclusive of reserves

Highlights

- Integrated Water Use Licence application for Mooiplaats North submitted for processing
- Extension of Mooiplaats South at advanced stage
- Logistical advantage in supplying coal to Eskom (Camden Power Station) - 10km by road from Mooiplaats

Aerial view of Mooiplaats Colliery



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FY2011 highlights: Vele Colliery



- Progress on resolving regulatory issues
- Limited program of works underway, excluding those requiring the use of water
- Target production during initial phase
 - ROM 2.7Mtpa
 - saleable 1.0Mtpa coking coal
- Recent timeline of events in 2011
 - 5 July Environmental Authorization granted; Compliance Notice lifted
 - 29 July subsequent water licence suspension based on NGO coalition appeal
 - 5 August limited work programme commences
 - 8 August submitted motivation to Minister to lift suspension of water licence
 - 1 September landmark MOA signed between DEA, SANParks and CoAL relating to responsible development

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Coking coal assets: Vele Colliery



Key figures

Resources/Reserves ⁽¹⁾	369.629/332.709 Mt MTIS
ROM production – initial phase	2.7 Mtpa
CoAL attributable	100%
Quality	Coking coal, CSR index >35

(1) Resources are inclusive of reserves

Highlights

- Mar 2010** New Order Mining Right executed
- May 2011** Integrated Water Use Licence (IWUL) granted
- May 2011** Administration fine paid to Department of Environmental Affairs (DEA)
- Jul 2011** Environmental authorisation granted; subsequent suspension of IWUL
- Aug 2011** Limited activities restarted
- Sep 2011** MOA signed with DEA and SANParks

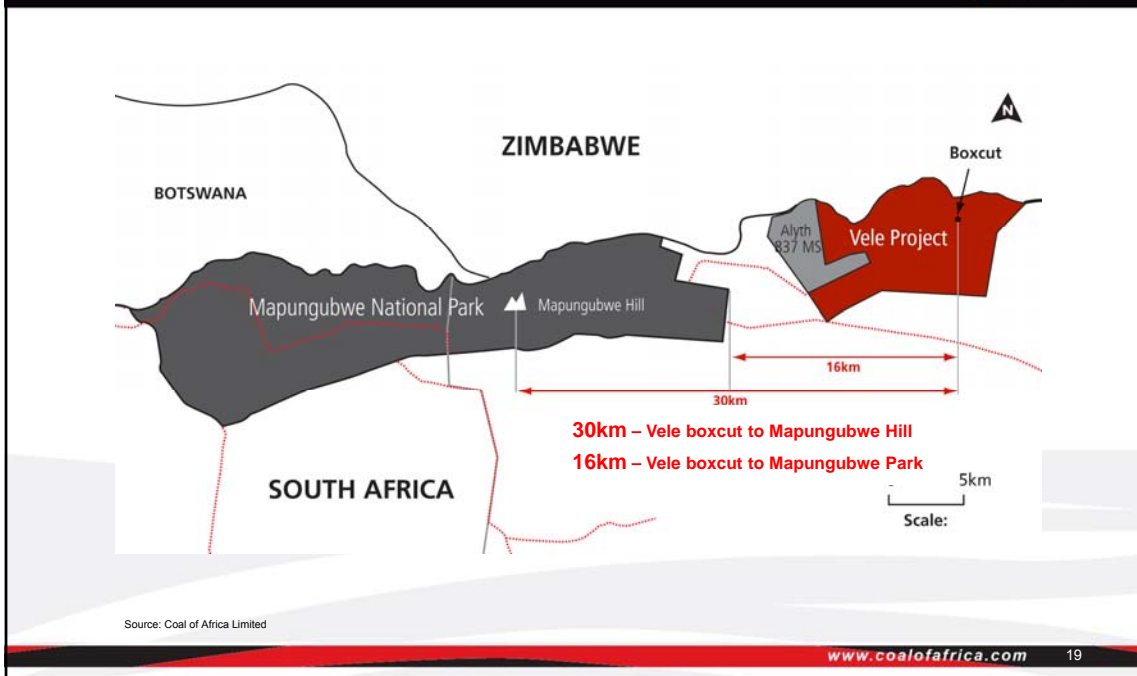
Vele wash plant



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Vele mine: distance from Mapungubwe



FY2011 highlights : MOA – CoAL, DEA and SANParks



- Signature of Memorandum of Agreement
 - 1 September 2011
 - landmark agreement signed between CoAL, DEA, SANParks in respect of the Mapungubwe Cultural Landscape World Heritage Site
- Memorandum of Understanding (MOA)
 - flows from Vele Colliery Environmental Authorisation
 - seeks to ensure conservation, integrity of Mapungubwe, maintain/strengthen CoAL, DEA, SANParks co-operation
- Signatories commit to:
 - develop means by which local communities/other stakeholders can participate in, tangibly benefit from management, sustainable use of Mapungubwe's natural cultural resources
 - develop detailed biodiversity offset programmes, action plans
 - monitor implementation of these through steering/environmental management committee
 - provide adequate financial, human, other resources for effective implementation



FY2011 highlights: Makhado Project



■ Makhado

- Definitive Feasibility Study at an advanced stage
 - ▶ optimization process underway
 - ▶ completion expected during Q4 2011
- Bulk sample testing
 - ▶ detailed testing of bulk sample by ArcelorMittal finalised
 - ▶ independent testing and reports in process
 - ▶ semi-hard coking coal with some excellent parameters
- Offtake agreement
 - ▶ signed Letter of Intent with ArcelorMittal South Africa
 - ▶ discussion on commercial terms to start

Coking coal assets: Makhado Project



Key figures

Resource	411.156 Mt MTIS (opencast area)
Production	Phase 1: 2.0-2.5 Mtpa saleable (subject to DFS) Phase 2: potential for expansion
CoAL attributable	100%
Quality	Coking coal, CSR index >60

Bulk sample pit on Tanga



Waste pad with material from bulk sample after processing



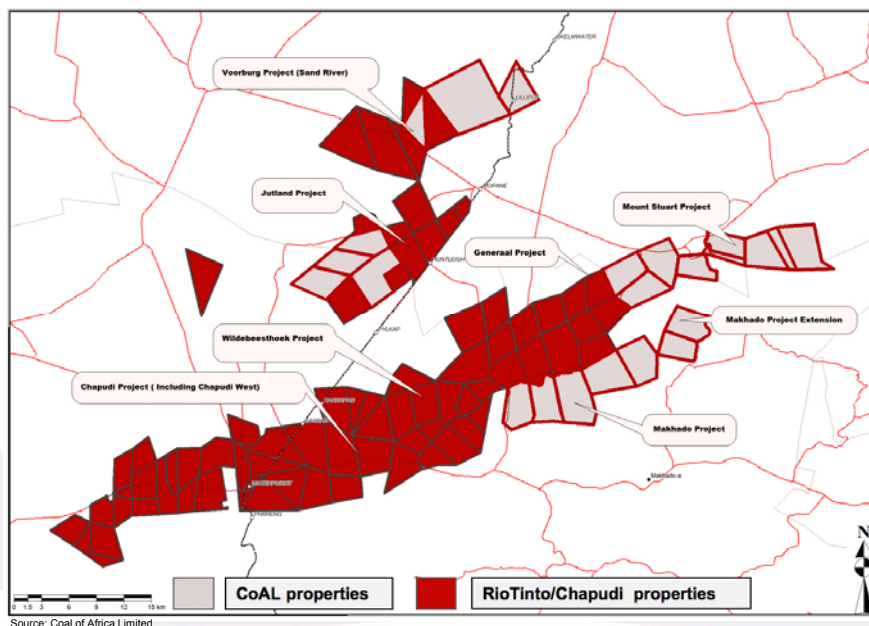
- Jan 2011** New Order Mining Right application submitted, formally accepted
- Q3 2011** DFS bulk sample testing near completion
- Q4 2011** Discussions to start with ArcelorMittal on off-take agreement and to finalise commercial terms
- Q1 2012** Board approval for project; full technical update to market; finalise Exxaro 30% buy-in option

FY2011 highlights: Rio Tinto/Kwezi transaction

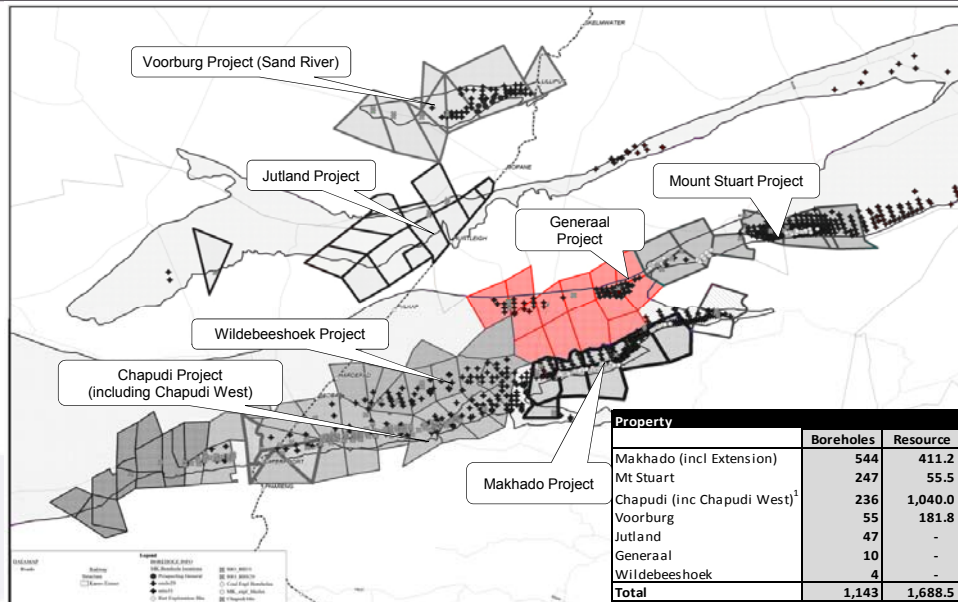


- Overview
 - acquisition of 100% interest in Rio Tinto/Kwezi properties consisting of:
 - ▶ large-scale Chapudi, Chapudi West properties
 - ▶ several other tenements contiguous with existing Coal of Africa properties
- Strategy
 - completion of the acquisition will potentially make CoAL one of the largest holders of coking coal Prospecting Rights and resources in the Soutpansberg Coalfield
 - leverage access to international markets via the Maputo Terminal
- Timelines
 - original deal signed 10 November 2010
 - commercial issues finalised 12 August 2011
 - completion subject to regulatory approvals by 30 April 2012
- Purchase consideration
 - US\$75 million, payable as follows:
 - ▶ \$2m deposit paid on signature of original agreement
 - ▶ \$43m payable on the granting of s11 transfer
 - ▶ \$30m payable on the earlier of two years from s11 transfer date and granting of first New Order Mining Right on any property

FY2011 highlights: consolidation of coking coal assets



Chapudi/Soutpansberg exploration projects



Source: map and borehole data - Coal of Africa Limited; resource information as per Venmyn report excluding Chapudi
Note 1: based on estimate by Rio Tinto as per announcement by CoAL in November 2010

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FY2011 highlights: Maputo rail corridor to Maputo



- Upgrade
 - 100 additional wagons on Maputo corridor; total of 850 wagons operational
- Performance
 - significant improvement in rail performance in Q3 and Q4 FY2011 following commissioning of Phase 3 upgrade
 - turnaround times reduced from 8 days to 4 days
- Costs
 - high rail and port costs relative to Richards Bay corridor
 - address issue to improve competitiveness
 - objective to reduce throughput costs via various mechanisms with Transnet Freight Rail (TFR)
- Expansion of corridor
 - discussions ongoing with TFR



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FY2011 highlights: Matola Terminal, Maputo



- Matola
 - Phase 3
 - ▶ expansion co-funded by CoAL with port operator
 - ▶ terminal capacity increased to 6.0 Mtpa completed in March 2011
 - ▶ CoAL annual throughput increased from 1.0Mtpa to 3.0Mtpa
 - Phase 4
 - ▶ expansion of 10 - 20Mtpa
 - ▶ right secured to any increased capacity
 - ▶ participation up to 100%, subject to providing funding
 - ▶ design phase underway

Matola Dry Bulk Terminal, Maputo (Mozambique)



FY2011 highlights: corporate



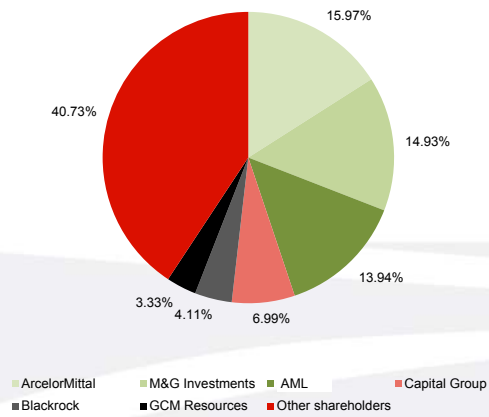
- Rio Tinto/Chapudi transaction
 - agreement signed in November 2010 (FY2011)
 - transaction advanced subsequent to year end
 - ▶ commercial conditions precedent completed on 15 August 2011
 - ▶ regulatory approvals to be obtained by 30 April 2012
 - ▶ mobilization of exploration team to start drilling programme
 - remaining \$73m payable 2012/2013
- Impairments
 - further impairment charges, resulting from detailed project review
 - business to move forward on positive footing
- Management
 - various key appointments finalized
 - programme to address legacy issues underway and progressing well
 - detailed review of IT systems by year end;
 - implementation of phase 1 of new ERP system completed subsequent to year end
- Shareholders
 - strong concentrated shareholder register
 - six largest shareholders hold ~60% of shares

FY2011 highlights: shareholders

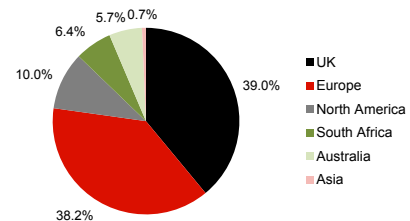


- As at 31 August 2011
 - Total number of shares in issue: 531,139,661
 - Six largest shareholders hold ~60% of company

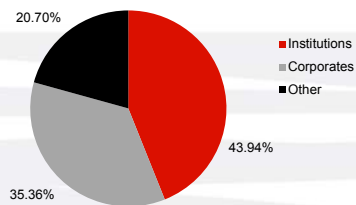
Share ownership: major shareholders (31 Aug)



Ownership by geography (31 Aug)

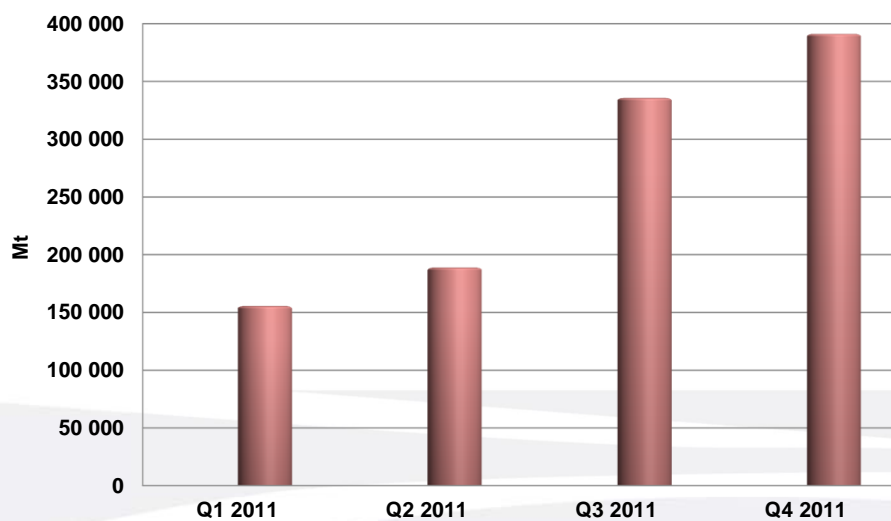


Ownership by type of investor (31 Aug)



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FY2011 highlights: total railings to TCM (Mt)



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FINANCIAL RESULTS



Wayne Koonin

Financial Director



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FY 2011 highlights – financial summary



- Revenue 166% increase to US\$261.4m (FY2010: US\$98.4m)
 - ▶ FY2011- Full years production at Woestalleen; build up phase at Mooiplaats
 - ▶ FY2010 – 6 months production and sales at Woestalleen and Mooiplaats
- Gross Profit 40% increase to US\$37.9m (FY2010: US\$27.1m)
- Operating Costs⁽¹⁾ Flat year on year at US\$49.3m (FY2010: US\$49.6m) with increase size of business and full years costs for Woestalleen
- Adj loss before tax⁽¹⁾ 49% decrease to US\$11.4m (FY2010: \$22.5m)
- Forex loss US\$29.9m loss (FY2010: US\$3.0m gain) of which US\$29.3m (FY2010: US\$2.7m loss) was unrealized and non-cash related
- Non-cash charges \$176.9m (FY2010: \$159.2m) consisting of the following:

	FY2011	FY2010
Impairments losses	\$97.4m	\$54.0m
Depreciation & amortisation	\$79.5m	\$26.7m
Share based payments	\$nil	\$78.5m
Total	\$176.9m	\$159.2m

- Net loss before tax⁽²⁾ 21% increase to \$218.1m (FY2010: \$180.1m)
- Net loss after tax⁽³⁾ 31% increase to \$219.0m (FY2010: \$167.8m)

¹ Excludes other gains and losses, which includes cash and non-cash losses totalling US\$0.4m (FY2010: US\$1.4m)

² Adjusted net loss before tax (excluding certain non-cash items and foreign exchange gains and losses; includes net interest income of US\$0.6m (FY2010: US\$1.4m))

³ After tax charge of US\$0.9m (FY2010: US\$10.9m credit)

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FY 2011 highlights: financial performance



US millions	FY2011	FY2010
Revenue	261.425	98.376
Cost of sales	(223.483)	(71.242)
Gross profit	37.942	27.134
Employee benefit expenses	(21.362)	(10.354)
Other expenses	(26.134)	(35.085)
Operating leases	(1.874)	(1.008)
Other gains and losses	(0.498)	(1.344)
Take or pay obligations	-	(3.199)
Net loss before foreign exchange adjustments	(11.926)	(23.856)
Foreign exchange (loss)/gain	(29.923)	2.953
Adjusted net loss after foreign exchange	(41.849)	(20.903)
Impairment losses	(97.400)	(53.961)
Depreciation and amortisation	(79.521)	(26.684)
Share-based payments (BBEEE option)	-	(78.515)
Operating loss	(218.770)	(180.063)
Net finance income	0.664	1.407
Loss before tax	(218.106)	(178.656)
Income tax (charge)/credit	(0.897)	10.898
Net loss for the year	(219.003)	(167.758)
Loss per share – basic and diluted (US cents)	0.41	0.37

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FY 2011 highlights: balance sheet



US\$ millions	30 June 2011	30 June 2010
Non-current assets	478.794	522.931
Current assets	90.617	123.219
Assets held for sale	22.268	14.638
Total assets	591.679	660.888
Non-current liabilities	39.869	39.296
Current liabilities	118.176	90.918
Liabilities classified as held for sale	2.843	-
Total liabilities	160.888	130.214
NET ASSETS	430.791	530.674
Issued capital	686.577	685.740
Accumulated deficit	(429.589)	(210.586)
Reserves	173.228	51.242
Non-controlling interest	0.575	4.278
NET ASSETS	430.791	530.674

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FY 2011 highlights: cashflow statement



US\$ millions	30 June 2011	30 June 2010
Cash generated from operation	(2.527)	(7.629)
Other	290	(1.540)
Cashflow from operating activities	(2,237)	(9,169)
Purchase property plant and equipment	(34.975)	(7.728)
Increase in development assets	(21.320)	(96.804)
Increase through business combinations	-	(64.057)
Increase in exploration assets	(19.350)	(2.528)
Other	5.621	(1.737)
Net cash used in investing activities	(70.024)	(172.854)
Net change in working capital facility	(20.000)	20.000
Increase in export trade finance facility	32.500	-
Proceeds from issue of shares	-	167.827
Other	(1.592)	(8.171)
Net cash (used in) generated by financing activities	10.908	179.656
Net decrease in cash and cash equivalents	(61.353)	(2.367)
Net foreign exchange differences	12.060	4.442
Cash and cash equivalents at beginning of the year	72.054	69.979
Cash and cash equivalents at the end of the year	22.761	72.054

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OUTLOOK



John Wallington
Chief Executive Officer



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Vision



- The Directors believe that the market fundamentals for coking coal remain bullish
 - balance between supply and demand expected to remain tight
- Limpopo based coking coal assets
 - Coal of Africa remains committed to rapid development
- Transformation to mining company
 - aspiring to world-class safety, health, environment and sustainable development practices
- Key deliverables
 - Vele in production six months after resumption of construction
 - Makhado in production 18-24 months from granting of all regulatory approvals and commencement of construction phase
 - conversion of Arcelor Mittal Letter of Intent to formal agreement based on key terms
- Long-term objectives
 - substantial exploration portfolio
 - ▶ exploration drilling to confirm – and improve on – historical resource
 - ▶ exploration programme to define, prioritise project schedule
 - identify potential growth and acquisition opportunities locally and internationally

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APPENDICES



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Executive Directors



John Wallington
CEO

BSc Mining Engineering, University of the Witwatersrand, Johannesburg, South Africa. Executive programmes: London Business School, Harvard Business School. Joined Coal Division of Anglo American 1981: CEO, South African Region; CEO, Anglo Coal globally: CEO, Anglo Coal Division, 2005 to 2008. Thirty years' experience in coal exploration/mining industry



Wayne Koonin
FD

Extensive international experience over past 12 years in senior financial roles for Canadian, South African, British and Swiss based exploration, development and mining companies; various commodities, including coal. Exposure to various international accounting standards, taxation and regulatory environments. Responsibility for entities listed on JSE, ASX, LSE, AIM, NASDAQ



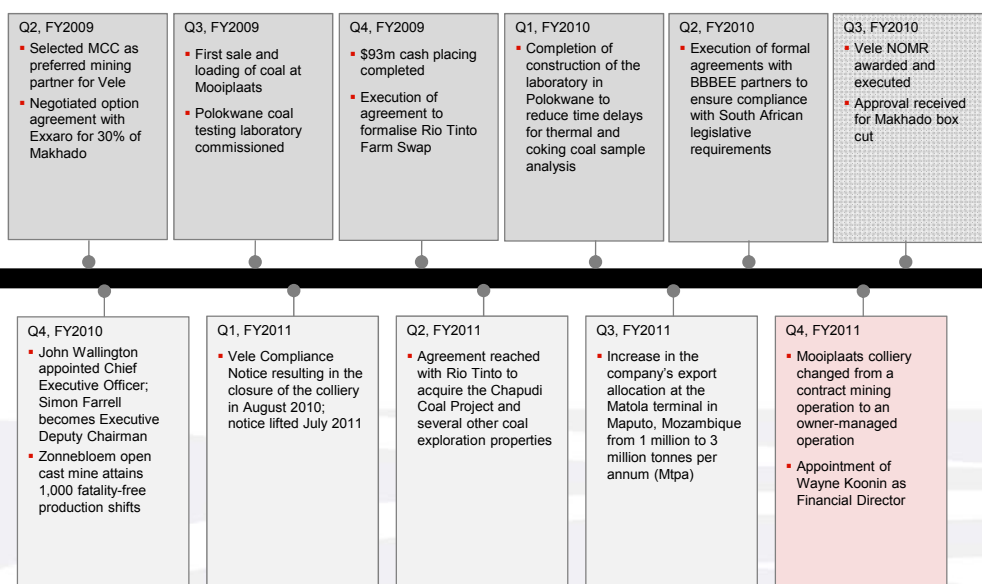
Prof Alfred Nevhutanda
Director
Corporate Affairs

Professor Alfred Nevhutanda has two PhDs (in Education Environment and Arts Culture), a diploma in Management Studies and an MBA, has been involved in a number of diversified businesses and served as a leader in various academic fields, as well as held various political appointments. He has acted as an advisor to the King of the Vhavenda, Ministers and Members of the Executive Council of the ruling party.

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Track record of delivery



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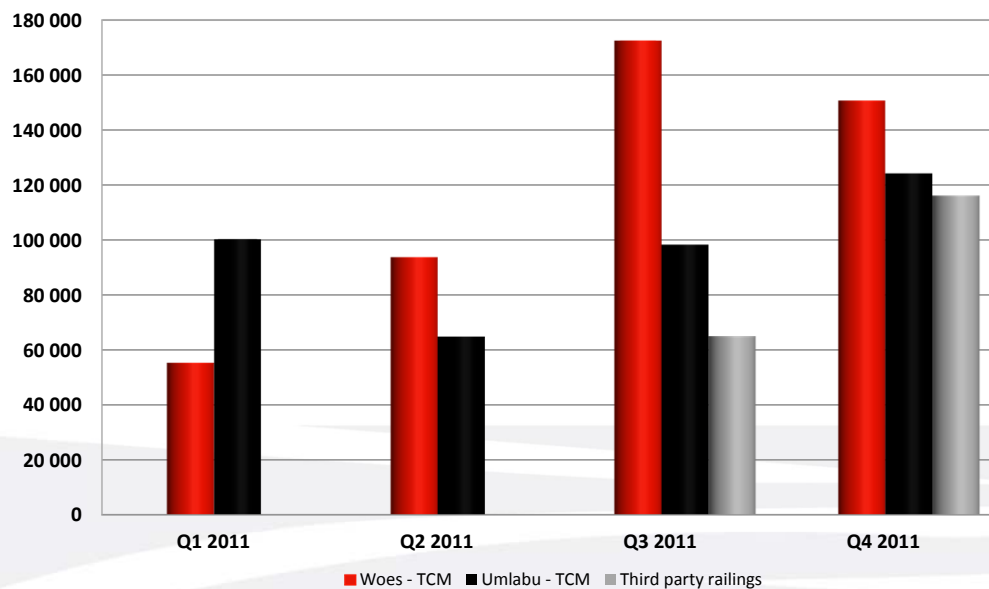
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Rolling stock - Maputo corridor



Details of rolling stock	Description
Current	<ul style="list-style-type: none"> Fleet size of 750 CFR and 80 CCL wagons Ability to transport 3.6Mtpa
Additional	<ul style="list-style-type: none"> CCL wagons from the Transnet coal line to be redeployed to the Maputo corridor Ability to transport a further 2Mtpa
Potential efficiency improvements	<ul style="list-style-type: none"> Increase train length to 60 wagons Reduce cycle time of train sets from 4 days to 2.5 days
Future	<ul style="list-style-type: none"> Transnet Private Sector Participation Framework Option for sourcing of rolling stock to meet further planned port capacity of 10Mtpa under discussion with Transnet

FY2011 : Categorized railings to TCM



Thermal coal quality data sheet



Coal mine	Mooiplaats Colliery			Woestalleen Colliery		
Physical locality	Mpumalanga province, South Africa					
Rank	High grade thermal coal					
Mine location	Mpumalanga province, Ermelo					
Mining method	Underground - Bord and Pillar			Open-cast two sources (Vuna \ Hartogshoop)		
Seams	B Upper Coal Seam			Number 2 and 1 seams		
% washed	100					
Laboratory undertaking test	Inspectorate M&L, Middelburg, South Africa			Midlab, Middelburg, South Africa		
Railway \ Transportation	Transnet Freight Rail					
Shipping port	Matola, Maputo, Mozambique					
Other notes	Composite of timed interval belt samples					
Proximate analysis	Unit	Air dried	As received basis	Unit	Air dried	As received basis
Total moisture	%		9.0	%		9.5
Inherent moisture	%	4.3		%	4.0	
Ash	%		12.2	%		12.5
Volatile matter	%		26.5	%		26.5
Fixed carbon	%		52.3	%		51.0
Total sulphur	%		0.87	%		0.45
Gross calorific value	MJ/kg	27.3	6,300	MJ/kg	27.2	6,300
Net calorific value	MJ/kg		6,000	MJ/kg		6,000

Source: Coal of Africa Limited

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Comparison of product specifications – coking coal



Brand	Vele*	Makhado*	Hunter Valley SSCC	Gloucester SCC	Blackwater weak coking	Gregory HCC	Kestrel HCC	Mozambique export coking coal	Goonyella HCC	Peak Downs HCC
Producer	CoAL	CoAL	Newcastle	Gloucester Coal	BMA	BMA	Rio Tinto	Generic	BMA	BMA
Total moisture % (ar)		8.5	9	9	10	8.5	8	>10	10	9.5
Inherent moisture % (ad)	1.7	0.9	2.5	2	2	2	2	1	1	1
Ash % (ad)	12.5	10	9	10.5	8	7	6.5	9 - 11	8.5	9.7
Volatile matter % (ad)	36.1	30.3	33	34	27	33.5	34	22	23.8	20.5
Sulphur % (ad)	0.98	0.98	0.55	0.96	0.5	0.65	0.65	0.9 - 1.1	0.52	0.8
Phosphorus % (ad)	0.003	0.009	0.040	0.040	0.080	0.035	0.030	0.07 - 0.10	0.020	0.035
Free swelling index	8.5	9.5	4	8	6	9	8.5	9	8	8.5
Max fluidity (ddpm)	6,515	6766	100-400	10,000	400	7,500	10,000	400 - 1,000	1,100	350
Vitrinite content %	83.4	84.9	na	66	55	71	75	>80	>80	68
Vitrinite reflectance (RoV max)	0.77	1	0.8	0.83	1.03	0.92	0.94	1.3 - 1.4	1.17	1.42
CSR index	35.1	68	21	38	35	60	56	65 - 70	68	74
M10	10.7	7.7	na	11	9	8	9	na	7	7
I20	71.5	73.3	na	66	74	74	na	na	77	78

* Vele and Makhado details provided by Coal of Africa Limited

Note: Makhado and Vele Gray King Indices G₁₁ and G₉ (respectively). Makhado and Vele Roga Indices 91 and 84 (respectively).

Source: Coal of Africa Limited

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Soutpansberg projects: Resources & exploration potential



Property	Recently Acquired/ subject to s11 consent	Area (ha)	Prospective strike length (km)	Coking coal	Thermal coal	Preferred option	Development potential
Chapudi	s11 consent required	20,467	31.4	✓	Domestic	Thermal	Potential for export-grade thermal coal on selected horizons
Chapudi West	s11 consent required	8,678	7.6	✓	Domestic	Thermal	Potential for export-grade thermal coal on selected horizons
Wildebeesthoek	s11 consent required	10,675	14.4	✓	Export	Coking coal	Potential for high-grade coking coal
Generaal	s11 consent required	13,721	15.1	✓	Export	Coking coal	Coking coal similar to Makhado
Voorburg	Partially	6,811	9.7	✓	Export	Coking coal	Coking coal similar to Makhado
Jutland	Partially	8,162	11.5	✓	Export	Coking coal	Coking coal similar to Makhado
Mount Stuart	No	9,130	15.2	✓	Export	Coking coal	Potential for high-grade coking coal

	Measured Resource (Mt)	Indicated Resource (Mt)	Inferred Resource (Mt)	GTIS (Mt)
Chapudi	90	220	730	
Makhado ¹	284	27	-	947 ²

¹ Excludes the Makhado Project Extension which has the farms Telega and Gray and are not part of the current NOPR

² Based on the report compiled by The Mineral Corporation on 14 June 2010. Measured and Indicated gross in situ resources were estimated only for the proposed opencast area to a maximum depth of 140metres. The total gross in situ resource (GTIS) estimate of 947Mt relates to the entire project area with no depth cut-offs applied.

Source: Coal of Africa Limited

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