



12 January 2016

The Manager Companies
ASX Limited
20 Bridge Street
Sydney NSW 2000

Dear Madam,

Notice of termination of bank guarantee facility

Cockatoo Coal Limited (Administrators Appointed) ACN 112 682 158 (**Company**) refers to its A\$81m bank guarantee facility (**LC Facility**) with Australia and New Zealand Banking Group Limited (**ANZ**) and its announcement dated 9 October 2015 that the Company received a notice from ANZ pursuant to which the LC Facility would be terminated on 15 January 2016. The LC Facility was subsequently terminated by ANZ following the appointment of the voluntary administrators to the Company.

The Company announces that ANZ has assigned the LC Facility, including all of its security interests held in the Company, Baralaba Coal Pty Ltd (Administrators Appointed) ACN 009 805 029, Wonbindi Coal Pty Ltd (Administrators Appointed) ACN 114 668 941 and Cockatiel Coal Pty Ltd (Administrators Appointed) ACN 096 909 634 to Liberty Metals & Mining Holdings, LLC.

Liberty Metals & Mining Holdings, LLC is a subsidiary of Boston-based Liberty Mutual Insurance and owns 41.39% of the outstanding shares in Cockatoo Coal Limited.

Martin Ford

Administrator

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