



# ALLEGIANCE COAL LIMITED

23 August, 2016

Ms Anjuli Sinniah  
Adviser, Listings  
ASX Limited  
Level 8 Exchange Plaza  
2 The Esplanade  
PERTH WA 6000

Dear Ms Sinniah

We have refer to your letter dated 22 August 2016 regarding the late lodgement of Appendix 3X forms.

Our response to the queries raised are as follows:

1. Due to an administrative oversight the forms were not lodged within the time frame detailed in the Listing Rules.
2. The company has in place a comprehensive set of procedures and related documents to enable the disclosure obligations to be met.
3. In order to ensure the current arrangements are enforced the company will distribute the Corporate Governance manual to all directors and officers and remind them of their compliance obligations in this regard.

Yours sincerely



David Deitz  
Director



22 August 2016

Mr David Deitz  
Company Secretary  
Allegiance Coal Limited  
Level 13, 49-51 York Street  
SYDNEY NSW 2000

*By email: ddeitz@gullewa.com*

Dear Mr Deitz

**Allegiance Coal Limited (the "Company")**

We refer to the following:

The Company's announcement lodged with ASX Ltd ("ASX") on 22 August 2016 regarding an initial director's interest notice for Jonathan Richard Reynolds ("Appendix 3X").

Listing rule 3.19A which requires an entity to tell ASX the following:

*3.19A.1 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times:*

- *On the date that the entity is admitted to the official list.*
- *On the date that a director is appointed.*

*The entity must complete an Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.*

*3.19A.2 A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust). The entity must complete an Appendix 3Y and give it to ASX no more than 5 business days after the change occurs.*

*3.19A.3 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete an Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.*

Listing rule 3.19B which states as follows.

*An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the entity all the information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z*



*within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.*

The Companies Update dated 27 June 2008, reminding listed entities of their obligation to notify ASX within 5 business days of the notifiable interests in securities held by each director and outlining the action that ASX would take in relation to breaches of listings rules 3.19A and 3.19B.

As the Appendix 3X indicates Jonathan Richard Reynolds was appointed on 11 August 2016 the Appendix 3X should have been lodged with the ASX by 18 August 2016. As the Appendix 3X was lodged on 22 August 2016 it appears that the Company may be in breach of listing rules 3.19A and/or 3.19B.

Please note that ASX is required to record details of breaches of the listing rules by listed companies for its reporting requirements.

ASX reminds the Company of its contract with ASX to comply with the listing rules. In the circumstances ASX considers that it is appropriate that the Company make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: "Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities", we ask that you answer each of the following questions.

1. Please explain why the Appendix 3X was lodged late.
2. What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?
3. If the current arrangements are inadequate or not being enforced, what additional steps does the Company intend to take to ensure compliance with listing rule 3.19B?

Your response should be sent to me by e-mail to [anjuli.sinniah@asx.com.au](mailto:anjuli.sinniah@asx.com.au). It should not be sent to ASX Market Announcements.

A response is requested as soon as possible and, in any event, not later than **3:00 pm WST on Wednesday 24 August 2016**.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a form suitable for release and must separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Yours sincerely,

*[sent electronically without signature]*

Anjuli Sinniah  
**Adviser, Listings Compliance (Perth)**