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Company Announcements Platform
Australian Stock Exchange
10th Floor, 20 Bond Street
Sydney NSW 2000

ASX Announcement

GUILDFORD COAL ANNOUNCES PLACEMENT TO REGAL FUNDS MANAGEMENT

Guildford Coal Limited (ASX:GUF, "Guildford Coal") is pleased to announce that it will raise \$10 million through a placement of ordinary shares to its long term supportive shareholder, Regal Funds Management (the "Placement").

Under the Placement, approximately 10.9 million shares will be issued at a price of \$0.92 which was the closing price of Guildford Coal shares on 9 November 2011. The new shares will be issued on 1 December 2011.

The funds from the Placement will be used by Guildford Coal to expedite the following:

- defining and upgrading JORC resources in both Australia and Mongolia;
- obtaining a Mining Licence for the South Gobi Project, expected to be late 2011, with a view to producing first coal in 2012; and
- the feasibility study on the Hughenden Coal Project including finalising infrastructure agreements.

Guildford Coal Chairman Mr Craig Ransley stated that "*this placement puts the company in a strong financial position and facilitates the continued rapid progression of priority projects including the commencement of mining in the South Gobi Project in 2012*".

Yours faithfully



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