

22 December 2011

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

**ASX Announcement**

**CLARIFYING STATEMENT AS REQUESTED BY ASX**

Guildford Coal Limited (ASX: GUF or "Guildford Coal") would like to clarify statements in relation to the announcement made to the market this morning titled "**Significant Coal Seams Intersected on White Mountain Project at Hughenden**".

The statement on **page 5** refers to:

*"Guildford Coal has established a portfolio of coal exploration tenement areas in Queensland, Australia and more recently in Mongolia with a combined JORC resource of **1.32 billion tonnes** across the Hughenden Project (Qld), South Gobi Project (Mongolia) and Middle Gobi Project (Mongolia)."*

For clarification in accordance with the JORC code the 1.32 billion tonnes of coal consists of 38.2Mt of coking coal Indicated Resource, 32Mt of thermal coal Indicated Resource, 24.9Mt of coking Inferred Resource and 1.225 billion tonnes of thermal coal Inferred Resource.

Also the statement on page 1 refers to:

*"284 Mt coking and thermal coal in South Gobi and Middle Gobi Projects Mongolia"*

For clarification in accordance with the JORC code the 284Mt consists of 38.2Mt of coking coal Indicated Resource, 32Mt of thermal Indicated Resource, 24.9Mt of coking coal Inferred Resource and 189Mt of thermal coal Inferred Resource.

Additionally, the following statements on **pages 1 and 3** respectively state:

*"The White Mountain Project, which is comprised of contiguous tenements EPC1250 and EPC1260, has a total independently assessed Exploration Target# of 40 to 815 million tonnes of Galilee Basin thermal coal"*

and

*"Independent Geological Consultant (Palaris) has previously developed an Exploration Target\* of 0 to 745Mt of Galilee Basin thermal coal within EPC1260. An independent Geological Consultant (Xtract Mining Consultants) has developed an Exploration Target\* of 40 to 70Mt of Galilee Basin thermal coal within EPC1250 which covers the old White Mountain Coal Mine. The White Mountain Project has a total Exploration Target\* of 40 to 815 million tonnes of Galilee Basin thermal coal."*

For clarification these should read respectively as:

*"The White Mountain Project, which is comprised of contiguous tenements EPC1250 and EPC1260, has a total independently assessed Exploration Target# of 40 million tonnes to 815 million tonnes of Galilee Basin thermal coal"*

and



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*"Independent Geological Consultant (Palaris) has previously developed an Exploration Target\* of 0 to 745Mt of Galilee Basin thermal coal within EPC1260. An independent Geological Consultant (Xstract Mining Consultants) has developed an Exploration Target\* of 40 Mt to 70Mt of Galilee Basin thermal coal within EPC1250 which covers the old White Mountain Coal Mine. The White Mountain Project has a total Exploration Target\* of 40 million tonnes to 815 million tonnes of Galilee Basin thermal coal."*

For and on behalf of Guildford Coal Limited,

**MICK AVERY**  
*Managing Director*  
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### **# Exploration Target**

*References to Exploration Targets in this document are in accordance with the guidelines of the JORC Code (2004). As such it is important to note that in relation to reported Exploration Targets any references to quality and quantity are conceptual in nature. Exploration carried out to date is insufficient to be able to estimate and report coal resources in accordance with the JORC Code (2004). It is uncertain if further exploration will result in the determination of a Coal Resource.*

### **JORC Resource Competent Persons Statement**

*Technical information in this report in relation to the JORC Resource has been compiled by Mr Mark Biggs, Principal Geologist of Moultrie Database and Modelling. Mr Biggs is a member of the Australasian Institute of Mining and Metallurgy (Member #107188) and has over 25 years of experience relevant to the style and type of coal deposit under consideration and to the activity which is being undertaken to qualify as a Competent Person as defined by the Australasian Code for Reporting of Minerals Resources and Reserves (JORC) 2004. The resource information in this report is being released to the Australian Securities Exchange. Mark Biggs consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

*The estimates of the Coal Resources presented in this Report are considered to be a true reflection of the Coal Resources as at 22nd December 2011 and have been carried out in accordance with the principles and guidelines of the Australian Code for Reporting of Coal Resources and Coal Reserves published in September 2004 (JORC Code).*