

30 April 2013

Company Announcements Office
ASX Limited

Mongolian Update

Guildford Coal Ltd (ASX: GUF) is pleased to advise that pre-mining activities at our South-Gobi open pit coking coal mine in Mongolia are continuing in accordance with plans. Efforts at the North Pit remain focused on the following activities:

- Excavation of standard type test pits for further validation of coal quality specifications for ongoing marketing activities. The first test pit, which is nearly complete, will enable a large quantity of samples to be taken for subsequent laboratory analysis;



This photograph shows the test pit at depth of approximately 5 metres, with about 3 metres of overburden on top of coal still to be excavated.



This photograph shows Geologists supervising an excavator on the floor of the test pit that is starting to dig into a coal seam for the purpose of taking samples.

- Two additional excavations will be completed in the next 3 weeks. Cumulatively the metallurgical testing results from the three test excavations will confirm coal quality projections for the first 12 months of production and form the basis of the ongoing marketing and sales plan;
- Commencement of earthworks for construction of surface facilities including stockpile pads, accommodation camp, workshops, fuel bay, offices and surface roads is continuing;
- Commencement of large-scale overburden stripping to expose coal remains scheduled for end-May 2013;
- Negotiations with suppliers of mine crushing and coal handling equipment.

Once the initial open cut excavation is complete and mine infrastructure is in place the North pit will be ready for the final sign-off inspection by Federal and State Mine Ministry inspectors. It is anticipated this inspection will occur in August and, subject to satisfactory completion, will enable commercial coal production to commence.

For further information please contact

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