



**TerraCom Limited**  
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24<sup>th</sup> August 2018

## **ASX Announcement**

### **Noble Fuel Facility Repaid**

In light of the improving financial position of TerraCom Limited (TerraCom or the Company), the Board is pleased to advise that it has paid US\$2.8 million to settle the equity convertible Noble Fuel Facility and Noble Further Conversion Amount as per the Fuel Amendment Deed (as previously announced on 30 June 2017).

Since 1 July 2018, the Company has reduced its debt by approximately 5%.

## **ABOUT TERRACOM – terracomresources.com**

TerraCom has fully commissioned the Baruun Noyon Uul (BNU) coking coal mine in the South Gobi of Mongolia. Export shipments under a 5.5 year offtake agreement have commenced on schedule. The company's goal is to become one of the largest and highest quality coking coal producers in Mongolia, providing exceptional value for its steel-producing customers.

TerraCom completed the acquisition of the Blair Athol Coal Mine in May 2017. The acquisition included the mining lease, related licenses, land, site infrastructure, active contracts and all mining plant & equipment, including a dragline, to deliver TerraCom's forecast production schedule and the progressive rehabilitation.

The acquisition of the Blair Athol Coal Mine is a significant milestone for TerraCom, bringing the following benefits:

- Progressive rehabilitation of one of Queensland's oldest coal mines;
- The resumption of coal mining and export sales from the Blair Athol Coal mine providing the local, state and federal economies with increased economic activity, employment, royalties and taxation; and
- Forecast positive cash flow through a low overhead structure and operational efficiencies.

TerraCom has completed over 50 hectares of site rehabilitation while bringing the mine back into production. The operation, under TerraCom management, is planned to deliver approx. 2Mtpa over 9 years<sup>1</sup> and ongoing progressive rehabilitation.

Additionally, TerraCom has long term exploration plans with the intent on developing two projects in Queensland, Australia: the large thermal coal Northern Galilee Project and the high energy prime thermal coal Springsure Project.

1– Refer to ASX Announcement on 13<sup>th</sup> February 2018 for further information and clarification on the Blair Athol production forecast. The material assumptions underpinning the Blair Athol production target in this ASX Announcement continues to apply and has not materially changed.

***Please contact Nathan Boom, on +61 7 4983 2038 or at [info@terracomresources.com](mailto:info@terracomresources.com) for further information.***



**Nathan Boom**  
Company Secretary