Level 1, 981 Wellington St West Perth WA 6005 Tel: +61 8 6555 2950 Fax: +61 8 9321 3102 www.apaccoal.com



20 July 2015

APAC COAL LIMITED QUARTERLY ACTIVITIES REPORT

APAC Coal Limited ("APAC" or "the Company") (ASX: AAL) is pleased to provide the following quarterly activities report for the June 2015 Quarter.

Review of Operations

Exploration and Development of Coal Mining Activities

As announced on 26 June 2013, APAC Coal Limited ("**APAC**") and majority shareholder Magnus Energy Group Ltd ("**Magnus**"), Magnus wholly owned subsidiary Antig Investments Pte Ltd and APAC (collectively referred to as "**Group**") has issued a Notice of Intent to Resolve Investment dispute through Consultations and Negotiations to the Government of the Republic of Indonesia. The purpose of this action is to seek recourse under the Agreements between the Government of the Republic of Singapore and the Government of the Republic of Indonesia, and between the Government of Australia and the Government of the Republic of Indonesia on the Promotion and Protection of Investments ("PPI").

As announced on 10 February 2015, APAC has sent the Request to Resolve the Investment Dispute Through Consultations and Negotiations ("Request") to the Republic of Indonesia. The Request has received the due attention and our appointed legal advisor A. Setiadi Attorneys-at-Law has met with several governmental agencies.

APAC is actively negotiating with potential investors and feasible acquisition targets to bring the company business forward.

The above developments may have a material impact and APAC will make further announcements as and when there are material developments in relation to the aforesaid matters.

Corporate

Cash Balance:

The Company had a cash balance of approximately A\$66,000 as at 30 June 2015.

Magnus shall continue to fund the working capital requirements of APAC until a resolution of the aforesaid dispute.

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Schedule of Mining Tenements

Below is a schedule of Mining Tenements held by the Company at the end of the quarter:

		Beneficial Percentage
Mining Tenement	Location	held
PKP2B No.	East Kalimantan,	
717.K/20.01/DJP/1999	Indonesia	100%

ENDS

Yours faithfully

Zane Lewis Company Secretary APAC Coal Limited

For further information on APAC Coal Limited please contact:

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Zane Lewis Company Secretary

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