

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Coal of Africa Limited

ABN

98 008 905 388

Quarter ended ("current quarter")

30 June 2012

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter US\$'000	Year to date (12 months) US\$'000
1.1	Receipts from product sales and related debtors	75,549	252,625
1.2	Payments for (a) exploration & evaluation	1,821	(3,220)
	(b) development	1,953	(6,286)
	(c) production	(31,085)	(156,363)
	(d) logistics	(33,472)	(89,984)
	(e) administration	100	(21,413)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	226	1,126
1.5	Interest and other costs of finance paid	(41)	(1,475)
1.6	Income taxes paid	-	(3,212)
1.7	Other (provide details if material)	-	-
	Net Operating Cash Flows	15,051	(28,202)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	(31,927)	(31,927)
	(c) other fixed assets	(21,217)	(39,283)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	3,935	3,935
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	2,848	(1,111)
	Net investing cash flows	(46,361)	(68,386)
1.13	Total operating and investing cash flows (carried forward)	(31,310)	(96,588)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(31,310)	(96,588)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	103,032
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	(2,657)	(5,351)
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	(2,657)	97,681
	Net increase (decrease) in cash held	(33,967)	1,093
1.20	Cash at beginning of quarter/year to date	55,766	22,761
1.21	Exchange rate adjustments to item 1.20	(2,466)	(4,521)
1.22	Cash at end of quarter	19,333	19,333

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter US\$'000
1.23	Aggregate amount of payments to the parties included in item 1.2	601
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available US\$'000	Amount used US\$'000
3.1 Loan facilities	19,037	32,965
3.2 Credit standby arrangements	- *	- *

* The Company has not been able to draw down against the US\$40.0 million JP Morgan Limited facility. Principally as a result of the losses at the thermal coal operations during the June 2012 quarter.

Estimated cash outflows for next quarter

	US\$'000
4.1 Exploration and evaluation	5,858
4.2 Development	7,433
4.3 Production	38,769
4.4 Logistics	22,078
4.5 Administration	4,935
Total	79,073

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter US\$'000	Previous quarter US\$'000
5.1 Cash on hand and at bank	19,289	22,732
5.2 Deposits at call	44	33,034
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	19,333	55,766

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Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	Refer note 7	New Order Prospecting Rights acquired when the Company acquired Chapudi Coal (Proprietary) Limited and Kwezi Mining & Exploration (Proprietary) Limited from Rio Tinto Minerals Development Limited	0%	74%
6.2 Interests in mining tenements acquired or increased				

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

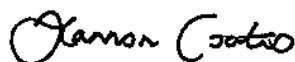
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities (description)	Nil			
7.2 Changes during quarter				
7.3 +Ordinary securities	666,323,828	666,323,828		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	3,839,255	3,839,255		
7.5 +Convertible debt securities (description)	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options (description and conversion factor)	22,079,562	Nil	Exercise price See Note 6	Expiry date See Note 6

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7.8	Issued during quarter	Nil	Nil	See Note 6	See Note 6
7.9	Exercised during quarter	Nil	Nil	See Note 6	See Note 6
7.10	Expired during quarter	850,000	Nil		
7.11	Debentures (totals only)	Nil			
7.12	Unsecured notes (totals only)	Nil			

Compliance statement

- This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- This statement does give a true and fair view of the matters disclosed.



Sign here:
(Company secretary)

31 July 2012
Date:

Print name:
SHANNON COATES

Notes

- The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.

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5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

6 Issued and Quoted Options as at 30 June 2012:

Number Issued	Number Quoted	Exercise Price	Expiry Date	Lapsed Since End of quarter
7,000,000	-	A\$1.25	30 September 2012	-
1,000,000	-	A\$1.90	30 September 2012	-
1,650,000	-	A\$3.25	31 July 2012	-
818,500	-	A\$1.90	30 June 2014	-
5,000,000	-	A\$2.74	30 November 2014	-
2,500,000	-	A\$1.20	9 November 2015	-
1*	-	GBP0.60	1 November 2014	-
1,441,061	-	A\$1.40	30 September 2015	-
2,670,000	-	ZAR7.60	14 February 2017	-

*1 Option to subscribe for 50 million ordinary shares for 60 pence each between 1 November 2010 and 1 November 2014 as approved by shareholders on 22 April 2010

7 Albert 686 MS; Banff 502 MS; Bekaf 650 MS; Bergwater 712 MS; Portion 2 of Bergwater 697 MS; Bierman 599 MS; Blackstone Edge 705 MS; Remaining Extent and Portion 1 of Bushy Rise 702 MS; Portion 1 and Remaining Extent of Bluebell 480 MS; Portion 1 and Remaining Extent of Boas 642 MS; Castle Koppies 652 MS; Chapudi 752 MS; Chase 576 MS; Coen Britz 646 MS; the Remaining Extent, Portions 1, 3 and 4 of Coniston 699 MS; the Remaining Extent, Portion 1 and 2 of Delft 499 MS; Remaining Extent of Dorps River 696 MS; Dreyer 526 MS; Driehoek 631 MS; Remaining Extent of Du Toit 663 MS; Enfield 521 MS; Fanie 578 MS; Portions 1, 2 and Remaining Extent of Generaal 587 MS; Portion 1 and the Remaining Extent of Goosen 530 MS; Grootboomen 476 MS; Grootvlei 684 MS; Hermanus 533 MS; Faure 562 MS; Joffre 584 MS; Juliana 647 MS; Kalkbult 709 MS; Kleinenberg 636 MS; the Remaining Extent, Portion 1, the Remaining Extent of Portion 2, the Remaining Extent of Portion 3 and Portions 4 to 8 of Kliprivier 692 MS; the Remaining Extent of Koodoobult 664 MS; Krige 495 MS; Malapchani 659 MS; Mapani Ridge 660 MS; Maseripan 520 MS; Melrose 469 MS; Middelfontein 683 MS; Mopanikop 656 MS; Mountain View 706 MS; M'tamba Vlei 654 MS, Remaining Extent of Otto 650 MS; Phantom 640 MS; Portion 1 and Remaining Extent of Pienaar 635 MS; Portion 1 and Remaining Extent of Pretorius 531 MS; the Remaining Extent and Portion 1 of Prince's Hill 704 MS; Qualipan 655 MS; Queensdale 707 MS; the Remaining Extent and Portion 1 of Ridge End 662 MS; Rissik 637 MS; the Remaining Extent and Portion 1 of Rochdale 700 MS; Sandilands 708 MS; Portions 1 and 2 of Sandpan 687 MS; Sandstone Edge 658 MS; Schalk 542 MS; Scheveningen 500 MS; Solitude 111 MT; Sterkstroom 689 MS; Sutherland 693 MS; Ursa Minor 551 MS; Van Deventer 641 MS; Van Heerden 519 MS; Remaining Extent and Portion 1 of Varkfontein 671 MS; Portion 2 and Remaining Extent of Portion 1 and Remaining Extent of Vastval 477 MS; Portions 1, 3, 4, 5, 6, 7, 8, 9, Remaining Extent of Portion 10, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 26, 27, 29, 30, 35, 36, 37, 38, 39, 40, 41, 44, 45, 46, 48, 49, 50, 51, 52, 54 of Vera 815 MS; Remaining Extent of Verdun 535 MS; Vleifontein 691 MS; Portions 3, 4, 5, and 6 of Waterpoort 695 MS; Wildebeesthoek 661 MS; Wildgoose 577 MS; Woodlands 701 MS.

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