



# QUARTERLY REPORT

## September 2016 Quarterly Report

### Summary

- **Release of the Full Year Statutory Accounts and Half Yearly Report and Accounts**
- **Mine Restart Planning**
- **Operations update**
- **Development update**

### Release of Full Year and Half Year Accounts

Cockatoo Coal Limited released to the market the Half Yearly Report and Accounts for the period 1 July 2015 to 31 December 2015 on 29 July 2016. The Full Year Statutory Accounts for the period 1 July 2015 to 30 June 2016 were submitted to the ASX on 30 September 2016 and released by the ASX on 3 October 2016.

### Corporate strategy and operating environment

The company continues to work through its detailed operational scheduling and planning in preparation for the re-start of the Baralaba North mine. It is anticipated that the mine will resume production in the second calendar quarter of 2017.

The Baralaba mine continued under “care and maintenance” throughout the period with activities confined to environmental and regulatory compliance processes.

### Operations

#### Safety and Environment

The Company recorded zero injuries in the quarter. Despite continuing care and maintenance activities, the Company continues to prioritise the health and safety of its workforce. Cockatoo’s 12 month rolling TRIFR is 7.34, compared to the March 2016 Queensland Open Cut Coal Mines average of 13.75.

The mine remains in compliance with all safety, environmental and statutory obligations. Ongoing and routine monitoring and compliance continued throughout the quarter. Nil non-conformances were recorded for the reporting period.

#### Baralaba Mine

The Mine continued in a “care and maintenance” mode for the quarter with the main focus placed on safe demobilisation of contractor mining equipment pit dewatering and the maintenance of the mine area.

Table 1 – Baralaba Production Statistics

| Total Baralaba Complex              | September 2016 Qtr | Prev Qtr |
|-------------------------------------|--------------------|----------|
| ROM coal production (tonnes)        | 0                  | 526      |
| Overburden Removed (bcm)            | 0                  | 0        |
| Coal stocks at Quarter end (tonnes) | 67,430             | 67,430   |
| Total coal sales (tonnes)           | 0                  | 6,433    |

### Approvals Update

The company continues to work with Government and Council's on all remaining approvals associated with the restart of the mine.

### Preparation for Project Restart / Development Update

On 2 September 2016, construction commenced on a new bridge over Banana Creek. This construction is one of the three major works packages associated with the haul route upgrades required to increase production above 1 million tonnes per annum. It is expected that practical completion of the new bridge will occur prior to the end of December 2016.



Subsequent to quarter end, tenders were received for the remaining construction packages for the required haul route upgrades:

- completing the Dawson Highway overpass to link the haul route to the Company's new train load out facility;
- sealing 13km of unsealed road and widening the existing road in various places;
- upgrading key intersections and reconstructing certain curves.

It is anticipated that these works will commence early in Q4 2016.



## **Exploration/Tenure**

During the quarter Cockatoo Coal Limited has conducted a strategic review of its tenements with some non-core tenements to be considered for disposal or relinquishment.

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