



Community Drop-In Handout

26 & 27 October 2022

Baralaba South Project Update

Baralaba South Project Update

In January 2022, Baralaba Coal was provided an extension to submit a revised EIS by 30 December 2022. The extension was granted to allow the new owners, AMCI, adequate time to consult with the community and where possible address concerns around the proposed Baralaba South development, prior to submission of the EIS.

Baralaba Coal has worked hard over the last 9 months to address concerns of landholders and the community, particularly those related to water and flooding. A number of changes to the mine plan were designed and assessed for relative impacts on surrounding land.

It is now Baralaba Coal's view, that the best path forward is to build a mine predominantly off the flood plain (1 in 1,000) which will remove or substantially reduce impacts on neighboring properties and infrastructure.

To achieve this Baralaba Coal needs to reduce the mine footprint and output, and further investigate (or) validate the viability of an alternate, smaller mine plan of approximately 2.0 Mtpa. A reduction of 60% on the original plans.

Baralaba Coal has now sought a further extension for a **significantly improved mine plan and environmental outcome** because of the EIS process with updated EIS submission now expected in December 2023.

Revised Mine Plan

Baralaba Coal has been busily reviewing the Baralaba South Project, including the geological model, mine plans and impacts on the environment & stakeholders.

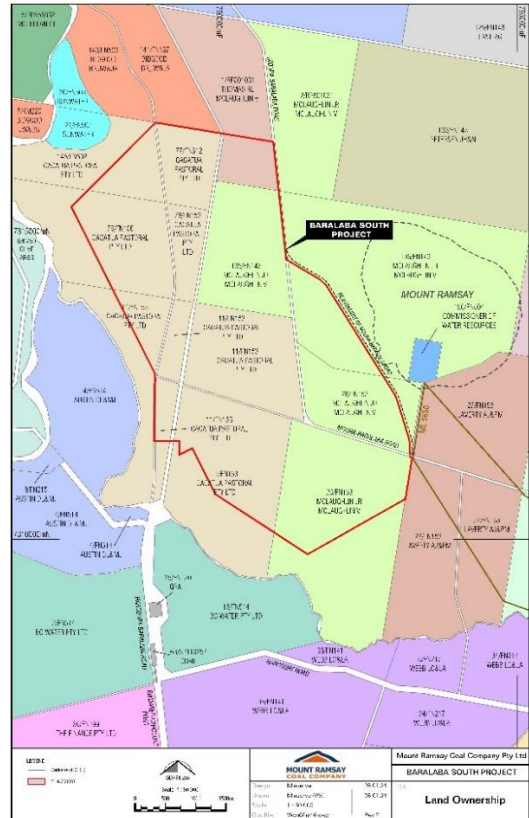
The proposed approximately 2Mtpa ROM mine will be mostly located off the 1 in 1000 flood plain with some minor infrastructure (drains, diversions, minor levees) and some spoil potentially located just within the 1 in 1000 flood plain. Final and detailed designs will be progressed over the next 12 months.

Further resource drilling is planned to validate resource areas and allow finalisation of mine plans.

The current EIS process is proposed to be extended a further 12 months to allow all of the elements of the EIS to be reviewed and revised for this reduced mine project. The environmental impacts will all be lower than for the 5Mtpa project and especially any flood impacts will be either eliminated or greatly reduced.

Management Team Representatives

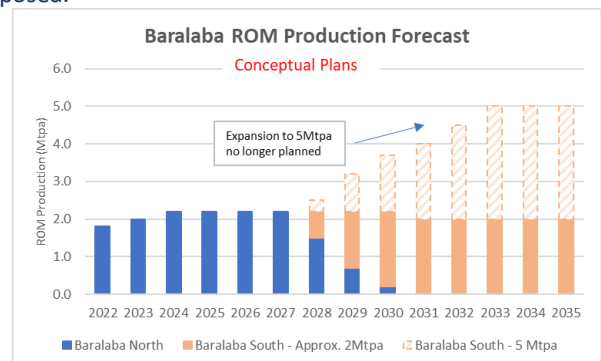
- Andrew Boyd – CEO, Baralaba Coal Company
- Graeme Sherlock – Manager Baralaba South Project
- Mick Jones – GM Operations, Baralaba Coal Company
- Brooke Topp – Senior Environmental & Community Advisor
- Naomi Austin – Community Relations Officer



Baralaba South Project MLA 700057

Revised Production Strategy

Baralaba Coal now also believes that rather than the mine be in addition to the Baralaba North Mine, it will be scheduled to come into production as the northern mine reduces and ultimately closes. There may be some overlap of production but should result in only minor increases in coal traffic on the public roads rather than the more than doubling of traffic as originally proposed.



Original 5 Mtpa Conceptual Mine (Year 1 & Year 19), with major levee and spoil dumps inside the western boundary of the Mining Lease. Almost 100% of the MLA is utilized.



Amended ~2 Mtpa Conceptual Mine located off the 1 in 1000 flood plain. Only approximately 50% of the MLA is now utilized for mining with a new small MLA extension to facilitate spoil dumps thereby reducing impacts within the 1 in 1000 flood plain.

Draft – Conceptual Plan



Draft – Conceptual Plan



Environmental Impact Statement Timeline

- A draft EIS was submitted to the Department of Environment and Science (DES) on 20 January 2020.
- An Adequacy Review was completed by DES, Commonwealth Department of Agriculture, Water and Environment, and the Office of Coordinator General in mid-February 2020 and provided to the company.
- Significant further technical assessment has been completed addressing issues raised in the Adequacy Review.
- An extension for Baralaba Coal to submit a revised EIS no later than 30 December 2022 had been agreed to with DES.
- A further extension for the mine plan to be revised down to ~2Mtpa with a corresponding EIS.

Estimated Approvals Timeline # – Updated October 2022

- The Company has been actively working with the State Government on a path forward in advancing the approvals for this project and believes the following is achievable.
- Revised EIS submitted to Department of Environment and Sciences - 30 December 2023
 - DES Decision Period – Early February 2024
 - EIS Published for Review and Comment by interested and affected persons – 1st / 2nd Quarter 2024
 - Responses to submission prepared and EIS amended accordingly – 3rd / 4th Quarter 2024
 - Approval by DES – 1st Quarter 2025
 - EPBC Approval – 2nd/ 3rd Quarter 2025
 - EA issued with conditions – Mid 2025
 - Issue of Mining Lease – Late 2025
- # Subject to objections and potential Land Court processes.

The numerous environmental benefits associated with the proposed smaller mine plan are summarised below:

Flooding

The previous project layout was expected to increase flood depths on properties near the Project and adjacent to the Dawson River in flood events above and including the 10% AEP. A small number of neighbouring dwellings were predicted to experience increased flood levels in significant flood events.

The revised mine plan no longer considers mining of coal within the Dawson River Q1,000 floodplain. The location of spoil and infrastructure has also been designed to minimise impacts, as far as practical, within the floodplain. A revised flood assessment will be prepared as part of the EIS for the new mine plan. Early analysis indicates a material reduction in flood impact associated with the smaller mine plan. It is expected that significant impacts on neighbouring agricultural properties and residences will be mostly, or completely, eliminated subject to final design detail.

Social and Economic

While the smaller mine plan may result in fewer regional economic development opportunities due to a decreased need for local employment and procurement, it will reduce impacts on Baralaba community infrastructure and services, such as hospitals, accommodation, schools, utilities and emergency services.

The various environmental benefits of the smaller mine plan are expected to be well received by the community and if approved, will provide for the continuation of economic contributions to the township for the foreseeable future.

Flora and Fauna

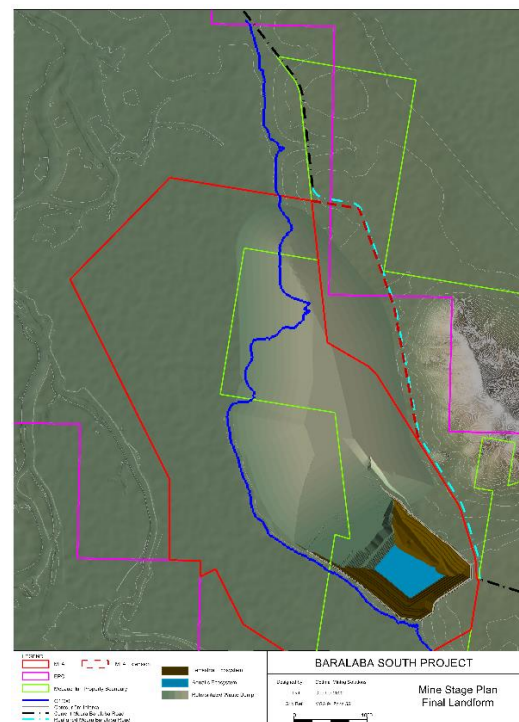
The Project area has been largely cleared of native vegetation through historic and ongoing agricultural practice.

Under the revised mine plan, it is expected that disturbance of the Black Box Woodlands TEC would be completely avoided and impacts to ornamental snake habitat in the west of the mining lease area would be significantly reduced or eliminated. Relocation of mining activities outside the floodplain will also reduce the risk of indirect impacts to the HES wetland, Banana Creek and the Dawson River ecosystems.

Original 5Mtpa Final Landform – Concept



Revised ~2Mtpa Final Landform – Concept



Baralaba Coal believe the changes in direction for the Baralaba South Project demonstrates that the Company has listened to stakeholders and acted to find a path that can benefit the local Baralaba Community, the State and ultimately deliver the Company an ongoing mining operation in the Baralaba area for the next 20 years.



Questions & Answers

Will BCC be submitting an amended EIS by 30 December 2022 as previously stated and agreed with DES?

No. Although the Company has been busy finalizing the amended EIS that was to be submitted by 30 December 2022 for the 5 Mtpa ROM mine, the Company has now decided to not progress with this development option. BCC is now progressing a much smaller mine plan of approximately 2Mtpa ROM which will greatly reduce the environmental impacts, especially the potential impact on flooding.

When will the new EIS for the 2Mtpa ROM project be submitted and available for public review?

BCC is still in discussions with DES on finalizing the approval path forward, however, it is anticipated that the current EIS process will be extended a further 12 months to allow the approximately 2Mtpa ROM mine case to be completed and the EIS to be updated to reflect this. It should be noted that most of the current EIS work will be utilized in the amended EIS as it provides for a worst case scenario. The amended EIS will likely be submitted in late 2023 and we expect, will be available for public comment in early 2024.

When do you expect the mine to now open?

We will be planning for the mine to open as the Baralaba North mine starts to wind down which is currently forecast around 2028.

Will the mine still be operating within the 1 in 1000 flood plain?

The Company will be aiming to mine mostly off the 1 on 1000 flood plain, however, some infrastructure and spoil dumps may need to encroach within this area. Final mine designs and plans will aim to minimize or eliminate if feasible.

How will this affect me individually. I am a local landholder and previously had discussions with representatives and my property was affected.

Once final mine plans are completed in mid-2023, the flood modelling will be redone by the Company's external advisers and then the Company will meet with local landholders again and discuss how your property may be affected (if at all) from the new reduced mine plan.

How will this smaller mine plan reduce the environmental impacts?

Firstly, the mine and its footprint will be significantly smaller than originally planned, therefore reducing the physical impact on the environment. Being off the flood plain will reduce or eliminate flooding impacts. Small levee's combined with drains and diversions will be similar in size to those used by landholders on their properties in the area and should have negligible effect. Secondly with a smaller mine, noise, dust etc from the operations will be reduced significantly, as will coal truck movements.

When will we know if this project is going ahead or not? We have lived with this uncertainty for over 10 years.

BCC understands and apologies for this uncertainty and hopes to advance a decision on the project as soon as possible. BCC intends to submit the revised EIS in December 2023. With the various reviews, public submissions, amendments, and then approvals, construction and development could occur in 2027 with first coal possibly in 2028.

Why delay the submission of the EIS until December 2023?

Further exploration drilling is required to complete the geological model and then allow final mine design and planning. The EIS work completed to date is for a 5 Mtpa ROM mine and although this provides for a worst-case scenario, the EIS studies need to be reviewed and revised for the approximately 2 Mtpa ROM mine. All this work will take another 12 months to complete.

Why is there a drilling program planned for the new year?

An exploration drilling program is required in the south of the mine plan to assist in finalising the geological model and enabling final mine design and plans to be prepared.