



Bounty Mining Limited

ACN: 107 411 067

**Suite 301, Level 3, 66 Hunter Street, Sydney NSW 2000, Australia
www.bounty.com.au**

11 October 2019

ASX Announcement

Draw down under QCoal facility and repayment to Amaroo, XCoal and Glencore

Bounty Mining Limited (**Bounty** or **Company**) (**ASX:B2Y**) confirms that, further to its announcement on 7 October 2019, it has today completed the draw down of funds under the facility agreement with QCoal Bounty Holdings Pty Ltd (**QCoal**) (**Facility Agreement**). The facility agreement gives Bounty access to a combination of loan funds and guarantee facilities.

QCoal and its associate Mr Christopher Wallin hold approximately 6.54% of Bounty's shares.

The funds drawn down today were for the following purposes:

- for repayment of outstanding amounts owing to Amaroo Blackdown Investments, LLC (**Amaroo**) and XCoal Energy & Resources (**XCoal**) which were due for repayment on 30 September 2019;
- for making the final payment to Glencore under the asset sale agreement; and
- for ongoing capital expenditure and working capital at the Cook Colliery including further works and investments in converting to place change operations.

Further draw down is expected next week to satisfy further obligations of the Company including:

- replacing the current Glencore rehabilitation bond for the Cook Colliery;
- providing a bank guarantee to Glencore for the contingent royalty liability for the Cook Colliery; and
- providing a bank guarantee to Aurizon in relation to the Company's below rail contract.

The terms of the Facility Agreement were set out in Bounty's announcement on 7 October 2019 and Bounty subsidiary, Bounty Cook Pty Limited, has entered into a coal offtake agreement with QCoal on the terms set out in the announcement on 7 October 2019 which will commence once the Company's existing coal offtake agreement with XCoal expires.

Bounty Chair, Rob Stewart, said "This facility agreement establishes a base from which the Company can grow to reach its undoubted potential. Bounty is pleased to have the support of QCoal, and our other shareholders, in moving forward with our plans."

Further information:

Rob Stewart

Chairman, Bounty Mining Limited

Rob.Stewart@bounty.com.au