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16 December 2020

Fully underwritten accelerated renounceable entitlement offer to raise approximately US\$30 million

Tigers Realm Coal Limited (**TIG** or the **Company**) today announces that it intends to raise approximately AUD\$43.5m (US\$32m) through a fully underwritten 1 for 1.4 pro-rata accelerated renounceable entitlement offer (**Entitlement Offer**) of new fully paid TIG ordinary shares (**New Shares**) at an offer price of A\$0.008 per New Share (**Offer Price**).

Tigers Realm Coal will issue approximately 5,438,997,820 New Shares, as adjusted for rounding entitlements, representing approximately 71.4% of current TIG shares on issue, being 7,614,596,948.

The Offer Price represents a:

- 33.3% discount to the last closing share price on 15 December 2020;
- 37.0% discount to the 30-day volume weighted average share price on 15 December 2020; and
- 22.6% discount to the theoretical ex-rights price of A\$0.0103¹.

Each New Share issued under the Entitlement Offer will rank equally with all existing fully paid ordinary TIG shares on issue. TIG will apply for quotation of New Shares on the ASX.

The Entitlement Offer is fully underwritten by CLSA Australia Pty Limited. In addition, TIG's largest shareholder, Dr Bruce Gray, has agreed to fully sub-underwrite the Entitlement Offer. Dr Gray currently has a relevant interest of 39.42% in the Company. The impact of this sub-underwriting on the Dr Gray's shareholding in the Company will depend on the extent to which Eligible Shareholders take up their entitlements under the Entitlement Offer (**Entitlements**), and the extent to which any shortfall is able to be allocated through the Shortfall Bookbuild to other investors. However, if Dr Gray is fully allocated all of the New Shares under the Entitlement Offer, Dr Gray's relevant interest would increase to 64.7%. This would

¹ The theoretical ex-rights price is the theoretical market price for shares in TIG immediately following the Retail Entitlement Offer assuming the Retail Entitlement Offer is fully subscribed, based on the last close of TIG shares prior to announcement of the equity raising on 15 December 2020. This is a theoretical calculation only and the actual market price may be higher or lower than this

provide Dr Gray with the ability to pass matters requiring shareholder approval by ordinary resolution. Details of the potential control implications of the Entitlement Offer are outlined in the Investor Presentation released to ASX at the same time as this announcement.

Proceeds from the Entitlement Offer will be used to fund the construction and commissioning of the Coal Handling and Preparation Plant (**CHPP**), working capital and transaction costs, as follows:

- US\$20 million for development of the CHHP, as follows:
 - Design works - US\$0.9 million;
 - Civil works - US\$6.5 million;
 - Equipment supply and construction - US\$10.8 million; and
 - Contingency - US\$1.8 million;
- US\$11 million for working capital (US\$5 million in May 2021 and US\$6 million in June 2021) to finance the purchase of consumables for both the mine and the CHPP; and
- US\$1 million of transaction and other costs.

Details of the Entitlement Offer

The Entitlement Offer is available to all registered shareholders who hold shares on the Record Date with a registered address in Australia, New Zealand, or certain other foreign jurisdictions determined by the Directors of TIG as described in the Investor Presentation released to ASX at the same time as this announcement (**Eligible Shareholders**).

Under the Entitlement Offer, Eligible Shareholders will be able to subscribe for 1 New Share for every 1.4 existing TIG shares held as at 7:00pm AEDT on 18 December 2020 (**Record Date**).

The Entitlement Offer is comprised of the following parts:

1. Institutional Entitlement Offer

Eligible institutional shareholders are invited to take up all or part of their Entitlement today under the institutional component of the Entitlement Offer (**Institutional Entitlement Offer**), and may apply to take up additional shares in excess of their Entitlement, to be allocated in the Shortfall Bookbuild (see below). TIG's largest shareholder, Dr. Bruce Gray, has committed to subscribe for his Entitlement in full, as part of the Institutional Entitlement Offer.

The Institutional Entitlement Offer will open 10.00am AEDT on 16 December 2020.

2. Retail Entitlement Offer

Eligible retail shareholders are invited to take up all or part of their Entitlements under the retail component of the Entitlement Offer (**Retail Entitlement Offer**) and may apply to take up additional shares in excess of their Entitlement, to be allocated in the Shortfall Bookbuild (see below).

The Retail Entitlement Offer will open at 9.00am AEDT on 21 December 2020.

The Retail Entitlement Offer will be conducted at the same Offer Price and ratio as under the Institutional Entitlement Offer.

Eligible Shareholders in the Retail Entitlement Offer will be sent a retail offer booklet (**Offer Booklet**) and a personalised entitlement and acceptance form on 21 December 2020. Eligible Shareholders wishing to

participate in the Retail Entitlement Offer should carefully read the Offer Booklet and their personalised entitlement and acceptance form. Copies of the Offer Booklet will also be available on the ASX website at www.asx.com.au and TIG's website at www.tigersrealmcoal.com.

3. Shortfall Bookbuild

Retail and institutional shareholders that have not taken up their Entitlements by the close of the relevant offer period or for which a valid application is not received, will have their rights renounced and offered for sale in a single shortfall bookbuild (**Shortfall Bookbuild**).

Proceeds, net of costs, in excess of the Offer Price, if any, from the Shortfall Bookbuild will be proportionately remitted to the Eligible Shareholders who do not fully take up their Entitlement during the Offer period, or allow their Entitlement to lapse, and to any Ineligible Shareholders.

The Shortfall Bookbuild will be conducted at 10.00am AEDT on 8 January 2020.

If you are an Ineligible Shareholder (and therefore cannot participate in the Entitlement Offer), or you choose to let your Entitlement lapse, your percentage shareholding in TIG will be diluted as a result of the Entitlement Offer.

Key Dates for the Entitlement Offer

Key dates of the Entitlement Offer are provided in the Indicative Timetable below.

Event	Date
Offer Announced	16 December 2020
Institutional Component of Entitlement Offer Opens	16 December 2020
Institutional Component of Entitlement Offer Closes	18 December 2020
Record Date	18 December 2020
Trading Halt Lifted; TIG resumes trading (ex-entitlement)	18 December 2020
Retail Offer Opens	21 December 2020
Settlement of Institutional Offer	23 December 2020
Issue Date for Institutional Component	24 December 2020
Retail Offer Closes	4 January 2021
Announcement of results of the Retail Offer	7 January 2021
Bookbuild for any shortfall (if applicable)	8 January 2021
Settlement of Retail Offer	13 January 2021

Issue Date for Retail Component	14 January 2021
New Shares Commence trading on ASX	15 January 2021

All dates and times above are indicative and TIG reserves the right to amend any or all of these events, dates and times subject to the *Corporations Act 2001* (Cth), ASX Listing Rules and other applicable laws. All times and dates are in reference to AEDT.

Additional Information

In conjunction with this announcement, the Company will release to ASX a Cleansing Notice (in accordance with section 708AA(2)(f) of the *Corporations Act 2001* (Cth), an Investor Presentation and an Appendix 3B (New Issue Announcement) in connection with the Entitlement Offer. Further details about the Entitlement Offer are set out in these documents. In relation to the Retail Offer part of the Entitlement Offer further details will be released to the ASX on 21 December 2020.

Contact Details

Further details about Tigers Realm Coal can be found at www.tigersrealmcoal.com. For further information, contact:

Dmitry Gavrilin, Chief Executive Officer +7 985 769 79 50

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If you have any questions about the Entitlement Offer, please call the Company on +61 3 8644 1300 or visit the Company's website at www.tigersrealmcoal.com.

This announcement has been approved for release by the Board of Tigers Realm Coal Limited.

Disclaimer

The Indicative Timetable is subject to change. TIG reserves the right to vary the timetable for the Entitlement Offer without notice, subject to the Corporations Act 2001 (Cth), ASX Listing Rules and other applicable laws. The commencement of quotation of New Shares under the Entitlement Offer is subject to confirmation from ASX.

This release is for information purposes only and is not a financial product or investment advice or a recommendation to acquire TIG shares (nor does it or will it form any part of any contract to acquire TIG shares). The information in this release is in summary form and does not contain all the information necessary to fully evaluate the Entitlement Offer or any potential investment in TIG. It should be read in conjunction with TIG's other periodic and continuous disclosure announcements lodged with ASX. This release has been prepared without taking into account the objectives, financial situation or needs of individuals. Before making an investment decision, prospective investors should consider the appropriateness of the information having regard to their own objectives and financial situation and seek legal, financial and taxation advice.

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the United States and may not be offered or sold in the United States, except in transactions exempt from, or not subject to, the registration requirements of the Securities Act and applicable US state securities laws.

All dollar values are in Australian dollars (A\$) unless otherwise stated. All times and dates refer to Australian Eastern Daylight time (AEDT)

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