



ASX ANNOUNCEMENT

Brisbane Office
ANZ Bank Building
Level 15, 324 Queen Street
Brisbane QLD 4000
PO Box 255
Northgate QLD 4013
P 07 3320 2233
F 07 3228 4999

Sydney Office
Unit 7, No.3 Gibbes Street
Chatswood NSW 2067
P 02 9415 0180
F 02 9417 6877

ACN 149 197 651

Further coal intersections at Bundaberg Project (EPC 2196)

Highlights

- Two (2) chip holes (BUN 012P, BUN013P) drilled at EPC 2196 in October 2013 intersected additional coal in the Burrum Coal Measures.
- A cumulative total of 4.16m of coal (including partings) intersected across a 6.87m interval in BUN013P in the lower part of the Burrum Coal Measures between 343.44m to 350.31m depth.
- BUN012PR intersected a cumulative total of 2.44m of coal across a 4.51m interval between 565.32m and 569.83m.
- Field results indicate that the GU, GL1 and GL2 seams intersected in earlier drilling (BUN006C, BUN010C and BUN011C) extend down dip toward the north-east of the tenement.
- Results indicate variability in the coal character (as indicated by changes in the density log) and continuity of the seams.
- Further work is required to correlate these results with previous drilling in order to better understand the extent and quality characteristics of the resource.
- The timing of any further drilling will be communicated to the market as soon as possible.
- Joint venture partner Queensland Coal Investments (QCI) has now spent over \$1.5million and met the earn-in requirements to enable the exercise of its option to acquire a 25% interest in the project.

Results

31 October 2013: International Coal Limited (ASX: ICX) is pleased to announce that its joint venture with QCI has intersected additional coal in its Bundaberg Project (EPC 2196). Two chip holes, BUN012PR and BUN013P were drilled in the east and northeast of the EPC 2196 (Figure 1). BUN012PR was located within the exploration target mask area previously announced on 25 March 2013 while BUN012P was located outside of the Exploration Target area. The holes were located to understand the geological structure and continuity.



International Coal Limited

The coal intersections encountered in BUN012P and BUN013P are summarised in **Table 1** below and **Figure 2**. Please note that some seams include thin parting bands.

Table 1 - Coal intersection in BUN012P and BUN013P

Hole ID	From (m)	To (m)	Thickness (m)	Lithology	Seam
BUN012PR	454.20	454.41	0.21	CO	
	467.03	467.27	0.24	CO	
	494.00	494.44	0.44	CO	C
	497.58	497.98	0.41	CO	D
	562.00	562.53	0.53	CO	F
	565.32	565.74	0.42	CO	GU
	565.74	566.03	0.29	ST	GU
	566.03	566.33	0.31	CO	GU
	568.34	568.67	0.33	CO	GL1
	568.86	569.83	0.97	CO	GL2
	587.81	588.21	0.41	CO	H
BUN013P	143.21	143.47	0.26	CO	
	335.29	335.68	0.39	CO	E1
	337.17	337.78	0.61	CO	E2
	343.44	344.87	1.43	CO	GU
	346.50	346.79	0.29	CO	GL1
	346.79	346.94	0.15	ST	GL1
	346.94	347.46	0.52	CO	GL1
	347.46	347.64	0.18	ST	GL1
	347.64	348.27	0.63	CO	GL1
	349.20	350.31	1.11	CO	GL2
	368.52	369.37	0.85	CO	H

Chief Executive Officer Mr Glenn Simpson said, "The two holes have intersected coal and provided us with a better understanding of the structure of the resource. What may be seen is that the seams can be correlated beyond the extent of the current reported inferred resource area (Figure 1); and that there is some variability in the seam continuity and the development of individual seams."

Background

A total of six boreholes on three sites, including three core holes (BUN006C, BUN010C and BUN011C) were drilled on EPC 2196 near Bundaberg in late 2012. A JORC Inferred Resource of 28.5Mt¹ was identified. The Exploration Target for the area was also upgraded to a range of 20 to 40Mt² (in addition to the JORC Inferred Resource) as reported to the market on 25 March 2013.

Brisbane Office
ANZ Bank Building
Level 15, 324 Queen Street
Brisbane QLD 4000
PO Box 255
Northgate QLD 4013
P 07 3320 2233
F 07 3228 4999

Sydney Office
Unit 7, No.3 Gibbes Street
Chatswood NSW 2067
P 02 9415 0180
F 02 9417 6877

ACN 149 197 651



International Coal Limited

Seams in the lower Burrum Coal Measures in BUN006C, BUN010C and BUN011C were correlated with a potential working section of 2.50m to 2.61m with 0.52m to 0.19m partings.

Clean coal composite results from the key target seams, GU, GL1 and GL2 showed crucible swell numbers (CSN) between 8-9 (CF1.50), maximum Gieseler Fluidity (2500 ddpm), average ash of 9.5%, average calorific value of 7,450 kcal/kg at yields of 50%-65%. This confirmed that these samples had good hard coking (metallurgical) coal characteristics.

Brisbane Office
ANZ Bank Building
Level 15, 324 Queen Street
Brisbane QLD 4000
PO Box 255
Northgate QLD 4013
P 07 3320 2233
F 07 3228 4999

Sydney Office
Unit 7, No.3 Gibbes Street
Chatswood NSW 2067
P 02 9415 0180
F 02 9417 6877

ACN 149 197 651

Summary

The joint venture at Bundaberg continues to produce positive results for ICX shareholders. The Board now looks forward to updating shareholders following a detailed review of this additional data and reviewing the (JORC 2004) Inferred Resources and Exploration Target reported on 25 March 2013. The Bundaberg Project remains a key project for the Company and the Board and management intend to progress its development as a matter of priority.

For further information please contact:

Glenn Simpson
Chief Executive Officer
0428 886 537

Hugh Dai
Executive Director
0416 186 888



International Coal Limited

1) *JORC Note 1. Constraints on the Inferred Resources are as follows: Coal seams not intruded or not outside the tenure boundaries; coal thicknesses <0.2m excluded; depth range of calculation was from the base of weathering to 450m below natural topography; coal seams where the F, GU, GL1 and GL2 ash (adb) >50% are excluded from the calculations; discount factor of 12% has been subtracted from the initial calculation for unexpected geological losses.

This accounts for unexpected conditions such as seam thinning, splitting, or seams missing in barren zones around faults. The geological modelling package used was Minescape and seam structure and thickness contours were generated using standard modelling algorithms and methodologies. Inferred masks were generated from base circles drawn 2,600m between Points of Observation; Points of Observation were defined as those boreholes that had known surveyed positions, detailed lithological logs and coverage of the target coal seams with a suite of downhole geophysical logs that must include density in units of Kg/m³.

2) *JORC Note 2 – Exploration Target: based on an average relative density of 1.45 g/cc, except the F and G seams have been assigned an average density of 1.40, due to their lower raw ash contents. These are to approximate wet, in situ densities as no moisture holding capacity tests exist to calculate the Preston and Sanders corrections. Unexpected geological loss included mainly due to seam splitting and thinning over large distances between boreholes. It should be noted that the tonnages quoted above are conceptual in nature and there has been insufficient exploration to define a coal resource. Although a preliminary analysis was undertaken, insufficient data exists to confidently correlate coal seams. It is uncertain whether further exploration may lead to the reporting of a JORC standard resource however there is some evidence to support the current exploration tonnage calculations, and the sufficient coal thicknesses interpreted from historic drilling to warrant further investigation in some areas.

Competent Persons Statement

Technical information relating to the coal projects in this announcement has been compiled by the ICX/QCI JV and reviewed by Mr Mark Biggs, Principal Geologist of ROM Resources Pty Ltd. Mr Biggs is a member of the Australasian Institute of Mining and Metallurgy and has over 24 years of experience relevant to the style and type of coal mineralisation under consideration and to the activity which is being undertaken to qualify as a Competent Person as defined by the Australasian Code for Reporting of Minerals Resources and Reserves (JORC) 2004.

The estimates of the Coal Resources presented in this Report are considered to be a true reflection of the Coal Resources as at 19th February 2013 and have been carried out in accordance with the principles and guidelines of the Australian Code for Reporting of Coal Resources and Coal Reserves published in December 2004 (JORC Code). Mr Mark Biggs consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

Brisbane Office

ANZ Bank Building
Level 15, 324 Queen Street
Brisbane QLD 4000
PO Box 255
Northgate QLD 4013
P 07 3320 2233
F 07 3228 4999

Sydney Office

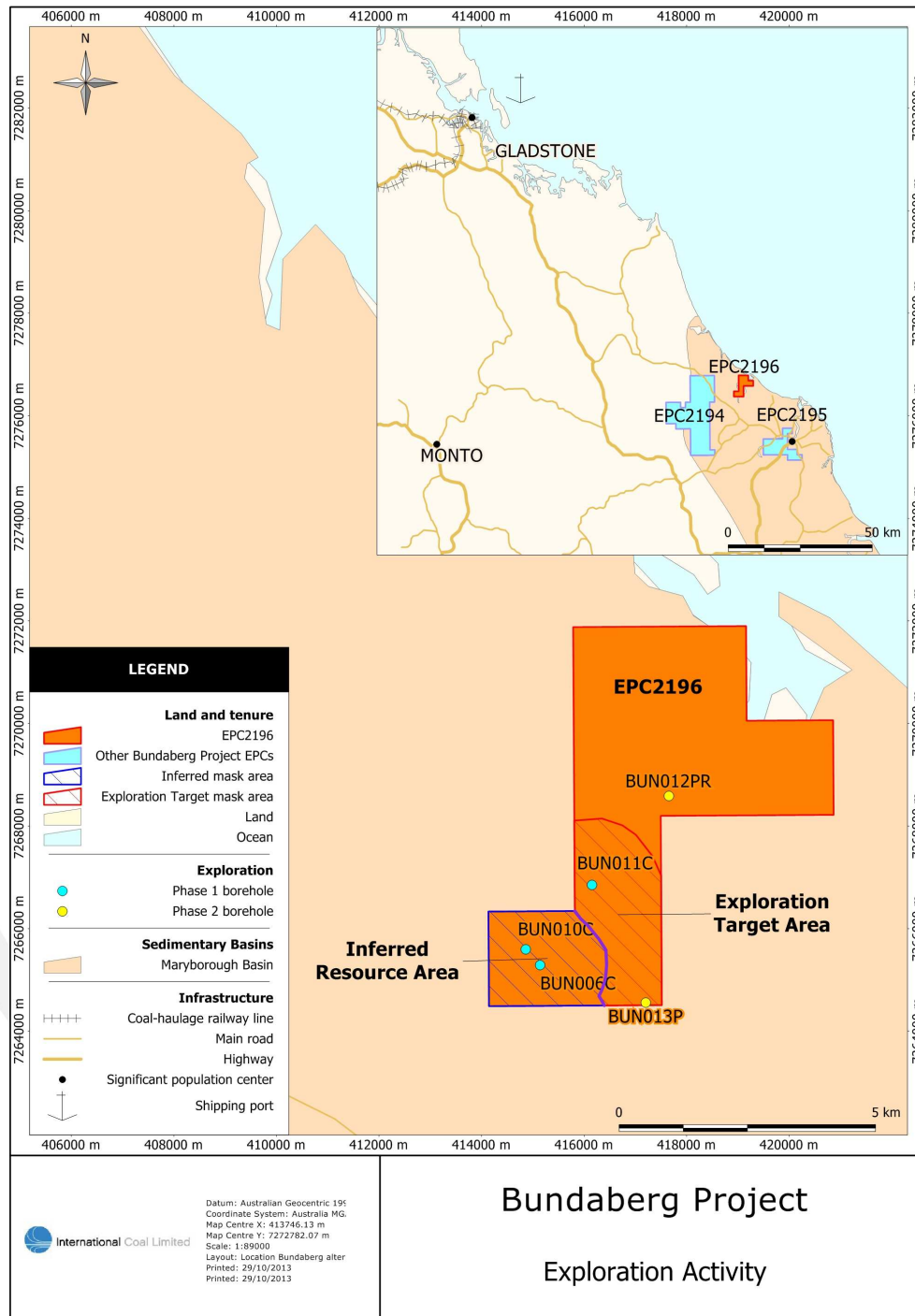
Unit 7, No.3 Gibbes Street
Chatswood NSW 2067
P 02 9415 0180
F 02 9417 6877

ACN 149 197 651



International Coal Limited

Figure 1 – Location of drill holes BUN012P and BUN013P on EPC 2196



Brisbane Office
ANZ Bank Building
Level 15, 324 Queen Street
Brisbane QLD 4000
PO Box 255
Northgate QLD 4013
P 07 3320 2233
F 07 3228 4999

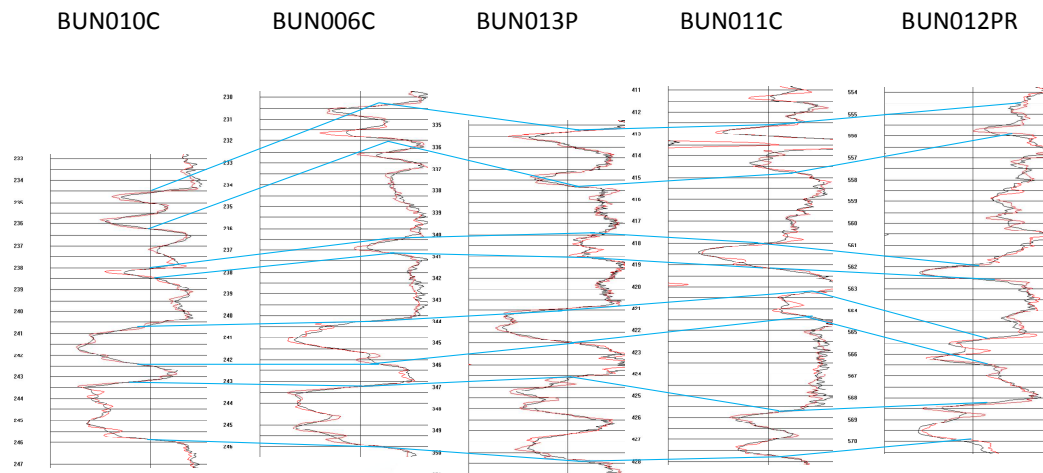
Sydney Office
Unit 7, No.3 Gibbes Street
Chatswood NSW 2067
P 02 9415 0180
F 02 9417 6877

ACN 149 197 651



International Coal Limited

Figure 2 – Geophysical correlations between the drill holes on EPC 2196



Brisbane Office
ANZ Bank Building
Level 15, 324 Queen Street
Brisbane QLD 4000
PO Box 255
Northgate QLD 4013
P 07 3320 2233
F 07 3228 4999

Sydney Office
Unit 7, No.3 Gibbes Street
Chatswood NSW 2067
P 02 9415 0180
F 02 9417 6877

ACN 149 197 651

Table 2 – Collar details for BUN012PR and BUN013P

Hole Name	Easting (MGA94 Z55)	Northing (MGA94 Z55)	Elevation (m AHD)
BUN012PR	417651.9	7268589	6.799
BUN013P	417206	7264553	10.42