



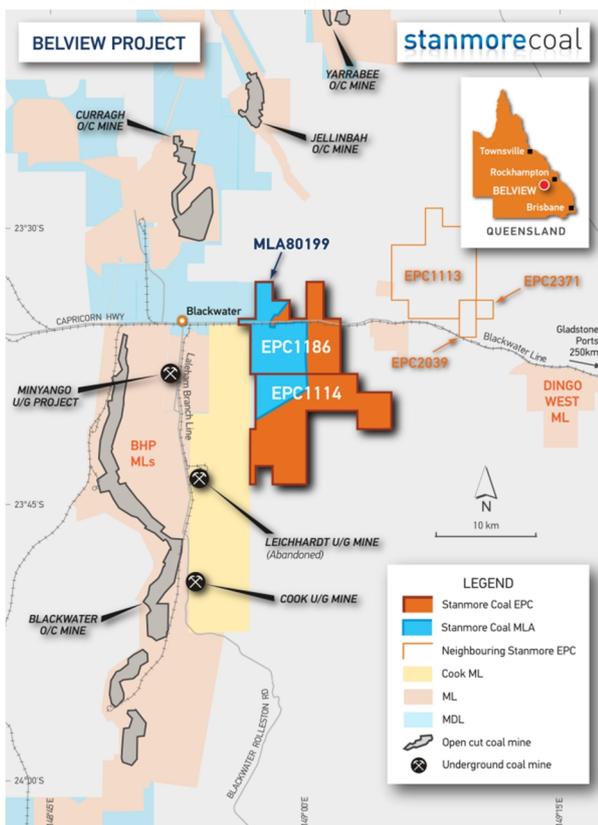
ASX announcement

7 November 2013

Belview Coking Coal Project Coal Quality Test Results

Highlights

- Initial coal testing from bore cores indicate that Belview will produce a Hard Coking Coal (“HCC”) primary product and a secondary low volatile Pulverised Coal Injection (“PCI”) product
- HCC quality is excellent, exhibiting low ash, low volatile matter and low sulphur
- PCI quality is also very good, exhibiting high calorific value, low volatile matter and low sulphur
- Overall washed total yield is in the range of 73% to 83% for two high value metallurgical coal products (62% HCC, 38% PCI)
- Current JORC Resource stands at 322 million tonnes (Inferred)



1. Belview Coal Testing

Stanmore Coal Limited (“Stanmore”) is pleased to announce the results from analysis of the coking and PCI coal products for its Belview Coking Coal project.

A summary of coal quality results from two of the main target seams within the project area, the Castor and Pollux, is outlined below. Coal quality testing was carried out using samples of coal collected from cores taken from representative locations within the target seams and washed to produce a 7.5% ash (adb) HCC product and a 9.0% ash (adb) PCI product.

The sample taken from these cores was reduced to a 50 mm top-size and split into four size fractions of -50 + 8 mm, -8 + 1.4 mm, -1.4 + 0.25 mm and -0.25mm. The -0.25 mm fraction underwent modified tree flotation analysis (froth flotation) while all other size fractions underwent separate heavy medium float/sink analysis. The clean coal composites selected from each float/sink process except the coarse size (-50 mm + 8 mm) were then combined in proportion by weight with the froth flotation product composite to simulate production of a primary coking product. The clean coal composite from the coarse fraction was used to produce the secondary PCI product.

Analysis of the clean coal composites from washing tests presented the following indicative coal quality parameters:

Parameter ¹		Primary HCC Product	Secondary PCI Product
Product Split	%	62	38
Inherent Moisture	%	1.5	1.5
Ash	%	7.5 - 8.0	9.5
Volatile Matter	%	19.5	18.0
Fixed Carbon	%	71.0 – 71.5	71.0
Total Sulphur	%	0.40	0.40
Phosphorus	%	0.07-0.1	0.07
Calorific Value	kcal/kg	7,750	7,500
Crucible Swell Number (CSN)		6 – 8	n/a
Maximum Fluidity	ddpm	20 - 70	n/a
Vitrinite Reflectance (RoMax)	%	1.45	1.45

1. Air dried basis unless otherwise noted

It is anticipated that with further refinement to the simulated washing process, including reducing the top size to promote liberation and concentration of coking properties, a reduction in ash and an improvement of the coking coal and PCI quality is likely. This is currently seen in the operating practice of nearby Rangal coal washing operations. Larger samples from larger diameter bore cores are planned during the next exploration program to refine washplant modelling, refine coal quality outcomes and to provide samples for coke tests.

These washability results are very positive and indicate that Belview's primary HCC product will be widely marketable and will produce a high quality coke. The secondary product will be readily saleable as a low volatile PCI coal.

1. Primary HCC Product

Quality results indicate that the HCC product will be a low volatile, low ash, low sulphur coking coal from the Rangal coal measures that is similar in quality to other nearby Rangal coking coals of similar rank that are well established and accepted in the international coking coal market, such as Curragh. Such coals are noted for their consistent quality, low coke oven wall pressure, high mechanical coke strengths and excellent coke yields. Consequently, it is anticipated that the Belview HCC product can be sold in established markets including Japan, South Korea, Taiwan, China, India, Europe and South America.

2. Secondary Pulverised Coal Injection Product

Quality results indicate that the potential PCI product will be a low sulphur, low volatile, high calorific value PCI which are well established and accepted in the market and similar in quality to that produced by neighbouring mines. The low volatile matter content, combined with the high calorific value of the Belview product are its key features and indicate that it will exhibit a high coke replacement ratio. All other coal characteristics fall within the expected range for low volatile PCI coals. Other Bowen Basin PCI brands that fit into the low-vol category include Moorvale, Curragh and Lake Vermont.

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Nick Jorss, Stanmore's Managing Director said, "These excellent coal quality results demonstrate that Belview will produce two high value metallurgical products at high total washing yields. The fact that a low volatile PCI product can be produced from a secondary washing circuit will result in high overall product value, while the primary hard coking coal product will be attractive to cokemakers and steelmakers across our target markets.

We are pleased with the progress at Belview this year we plan to progress our resource definition and feasibility studies next year as we move forward towards production at this major coking coal project." We believe that with these coal quality results, the significant resource base and its close proximity to existing rail and port infrastructure, Belview has the attributes of a world class coking coal project."

On behalf of the Board

D McAlpine

Joint Company Secretary

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Competent Persons Statement

The information in this report relating to the Belview Project exploration results and coal resources is based on information compiled by Mr Troy Turner who is a member of the Australian Institute of Mining and Metallurgy and is a full time employee of Xenith Consulting Pty Ltd. Mr Turner is a qualified geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking, to qualify as Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Turner consents to the inclusion in the report of the matters based on the information, in the form and context in which it appears.

About Stanmore Coal Limited (ASX code: SMR)

Stanmore Coal is a growth focused, pure play coal exploration and development company with a number of prospective coal projects and exploration areas within Queensland's Bowen and Surat Basins. Stanmore Coal is focused on the creation of shareholder value via the identification and development of coal deposits, with a focus on the prime coal bearing regions of the east coast of Australia.

Stanmore Coal has seven coal project areas, covering over 2,769 km² in total. These projects include significant deposits of coking and thermal coal and are typically well located for export infrastructure.

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