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TIGERS REALM COAL
ACN 146 752 561 LIMITED

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FOR IMMEDIATE RELEASE

29 June 2016

Underwritten Non-Renounceable Entitlement Offer

Tigers Realm Coal Limited (**TIG** or **Company**) is pleased to announce the launch of a 1 for 1 pro-rata non-renounceable entitlement offer of TIG ordinary shares (**New Shares**) at an offer price of A$0.026 per New Share (**Offer Price**) to raise up to A$23.3 million (US$17.2 million) (**Entitlement Offer**).

The Offer Price of A$0.026 per New Share represents a 4.4% discount to the 5 day volume-weighted average price of TIG's shares on ASX over the 5 trading days up to and including 28 June 2016.

The proceeds from the Entitlement Offer will be used for continued exploration and development of the Company's projects in Chukotka, Russian Federation, including but not limited to:

- commencing phase 1 of development and construction of Project F;
- general corporate purposes and working capital; and
- undertaking compliance works to ensure continued tenure of TIG's exploration and mining licences.

This expenditure is expected to fund initial coal mine production at Project F utilising existing infrastructure and mining fleet already mobilised to site. We expect coal production from Phase 1 of Project F to commence late in Q4 2016, and this will be a positive milestone in the advancement of our Chukotka projects.

Details of the Entitlement Offer

Under the Entitlement Offer, Eligible Shareholders (defined below) will be able to subscribe for 1 New Share for every 1 existing TIG share held on the Record Date of 7:00pm 4 July 2016 (**Entitlements**).

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 "Selling Restrictions" section of the Investor Presentation released to ASX at the same time as this announcement) (**Eligible Shareholders**).

The Entitlement Offer is being underwritten by the Company's substantial shareholders BV Mining Holding Limited (**BVMHL**), Hanate Pty Ltd as trustee for Hanate Trust (**Hanate**) (an entity controlled by Bruce Gray) and Limited Liability Company <<RDIF Investment Management>> (**RDIF**) (together, the **Underwriters**), part of which is subject to Shareholder Approval (as defined below), FIRB approval and the RDIF Investment Mandate Requirements (as defined below).

TIG, each Underwriter and Pine Ridge Holdings Pty Ltd (an entity controlled by Bruce Gray) as trustee for Pine Ridge Superannuation Fund (**Pine Ridge Holdings**) have entered into an underwriting agreement (**Underwriting Agreement**) under which each Underwriter and Pine Ridge Holdings has agreed (severally) with

the Company to take up their respective Entitlements as shareholders under the Entitlement Offer and each Underwriter has agreed (severally) with the Company to underwrite its respective proportion of any shortfall under the Entitlement Offer as described below.

In accordance with Underwriting Agreement:

- RDIF's obligation to underwrite its proportion of any shortfall under the Entitlement Offer (**RDIF Underwritten Shares**) is subject to FIRB approval and satisfaction of the RDIF Investment Mandate Requirements;

- BVMHL and Hanate's respective obligations to underwrite their respective proportion of any shortfall under the Entitlement Offer are each subject to shareholder approval, in accordance with item 7 of section 611 of the Corporations Act if, and to the extent, required so that such acquisition by either BVMHL or Hanate pursuant to their respective underwriting obligations does not breach section 606 of the Corporations Act (**Shareholder Approval**); and

- to the extent there is a shortfall under the Entitlement Offer because Eligible Shareholders (other than the Underwriters and Pine Ridge Holdings) do not participate in the Entitlement Offer:

    - if FIRB approval is obtained by RDIF, the RDIF Investment Mandate Requirements are satisfied and Shareholder Approval is obtained, each Underwriter has agreed with the Company that it will subscribe for that shortfall in its respective proportion under the Underwriting Agreement (being BVMHL (40.00%); Hanate (40.00%); and RDIF (20.00%));

    - if FIRB approval is not obtained by RDIF, and Shareholder Approval is obtained, BVMHL and Hanate have each agreed with the Company that they will subscribe for:
        - that shortfall in their respective proportions under the Underwriting Agreement - being BVMHL (40.00%) and Hanate (40.00%); and
        - the RDIF Underwritten Shares in the following proportions - BVMHL (50.00%) and Hanate (50.00%); or

    - if:
        - FIRB approval is obtained by RDIF, the RDIF Investment Mandate Requirements are not satisfied and Shareholder Approval is not obtained in respect of Hanate; or
        - FIRB approval is not obtained by RDIF, and Shareholder Approval is not obtained,

      each Underwriter (other than RDIF) has agreed with the Company that it will subscribe for its respective proportion of the shortfall for which Shareholder Approval is not required (but no New Shares for which Shareholder Approval is required (**Conditional Underwritten Shares**)) and RDIF will not be required to subscribe for the RDIF Underwritten Shares.

RDIF's investment mandate only allows it to invest in transactions where a qualified co-investor invests at least the same amount (or such greater amount as may be provided by a decision of the RDIF Investment Committee for that transaction) (**RDIF Investment Mandate**). In relation to the Company and the Entitlement Offer, and in accordance with the RDIF Investment Mandate, BVMHL is the only Underwriter which satisfies the criteria for a qualified co-investor and the RDIF Investment Committee has approved the acquisition by RDIF of New Shares (including RDIF Underwritten Shares) up to a maximum of 50% of the total number of New Shares (including shortfall shares) acquired by that qualified co-investor. For this reason, RDIF's obligation to underwrite the RDIF Underwritten Shares is subject to Shareholder Approval in respect of BVMHL and BVMHL satisfying its obligation to subscribe for its full Entitlement and proportion of shortfall shares in accordance with the Underwriting Agreement (**RDIF Investment Mandate Requirements**).

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The Company will convene a general meeting of shareholders to propose a resolution to seek the Shareholder Approval, which is expected to be held in late August 2016. Notice of the general meeting will be sent to shareholders (and announced on ASX) in due course.

Further details of the underwriting arrangements are provided in the Offer Booklet released to ASX in connection with the Entitlement Offer.

Entitlements are non-renounceable, meaning that Eligible Shareholders who do not take up their Entitlements will not be able to transfer or receive any value in respect of those Entitlements and their percentage shareholding in TIG will be diluted as a result of the Entitlement Offer. If you are not an Eligible Shareholder, you cannot participate in the Entitlement Offer and your percentage shareholding in TIG will be diluted as a result of the Entitlement Offer.

Key dates of the Entitlement Offer are provided in the Appendix to this announcement.

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, Investor Presentation, Offer Booklet (including the Investor Presentation and a sample entitlement and acceptance form) and Appendix 3B (New Issue Announcement) in connection with the Entitlement Offer. Further details about the Entitlement Offer are set out in these documents.

Eligible Shareholders will be sent the Offer Booklet and a personalised entitlement and acceptance form. Eligible Shareholders wishing to participate in the 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 on TIG's website at www.tigersrealmcoal.com.

Contact details:

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

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If you have any questions about the Entitlement Offer, please call the Company on +61 3 8644 1326 or visit the Company's website at www.tigersrealmcoal.com.

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Appendix - Indicative Timetable

Event	Date
Announcement of the Entitlement Offer	29 June 2016
Record Date for the Entitlement Offer	7.00pm (Melbourne time) 4 July 2016
Offer Booklet despatched, Entitlement Offer opens	7 July 2016
Entitlement Offer closes	5.00pm (Melbourne time) 26 July 2016
Shares quoted on a deferred settlement basis	27 July 2016
Notify ASX of under subscriptions (if any)	29 July 2016
Issue of New Shares under the Entitlement Offer that do not require FIRB approval or Shareholder Approval*	3 August 2016
If Shareholder Approval is obtained - Issue Date for Conditional Underwritten Shares (other than RDIF Underwritten Shares)	Six business days after Shareholder Approval is obtained
If Shareholder Approval is obtained and FIRB approval or objection occurs - Issue Date for RDIF Underwritten Shares	On the later of: (i) six business days after the occurrence of FIRB approval or objection; and (ii) six business days after Shareholder Approval is obtained
Trading of New Shares	On the business day after the relevant issue date
Despatch of holding statements for New Shares	As soon as reasonably practicable after the relevant issue date

** The obligation of the Underwriters (other than RDIF) to underwrite their respective Conditional Underwritten Shares is subject to Shareholder Approval. In addition, RDIF's obligation to underwrite the RDIF Underwritten Shares is subject to FIRB approval and the RDIF Investment Mandate Requirements. If FIRB approval is not obtained by RDIF, and Shareholder Approval is obtained, BVMHL and Hanate will underwrite the RDIF Underwritten Shares.*

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, 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 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.

This release may not be released or distributed in the United States. This release does not constitute an offer to sell, or a solicitation of an offer to buy, any securities in the United States or in any other jurisdiction in which, or to any person to whom, it would not be lawful to make such an offer. None of the Entitlements or the New Shares have been, or will be, registered under the U.S. Securities Act of 1933 (Securities Act) or the securities laws of any state or other jurisdiction of 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.

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