



**OVERSEAS & GENERAL LIMITED**  
**A.R.B.N. 007 509 319**

8 August 2010

**LODGED ONLINE**

Company Announcement Office  
**AUSTRALIAN STOCK EXCHANGE LIMITED**  
20 Bridge Street  
Sydney NSW 2000  
AUSTRALIA.

**Attention: Ms. Jill Hewitt**

**SINGAPORE EXCHANGE LIMITED**  
2 Shenton Way,  
#19-00 SGX Centre 1,  
SINGAPORE 062204

**Attention: Ms Darrell Lam**

**ASX ANNOUNCEMENT**

**OGL INDOTRADE ACQUIRES THE JONGKANG COAL MINE**

- **OGL's Indonesian majority owned subsidiary, OGL Indotrade has secured the rights to the Jongkang Mine in East Kalimantan.**
- **Jongkang contains a premium coal with adb GCV 6,950 cal/kg, 2% ash and 0.7% sulphur.**
- **The current lease owner has carried out preliminary mining operations, including the development of infrastructure facilities, and OGL plans to commence commercial mining operations during August 2010.**

PT OGL Indotrade has secured the rights to the Jongkang Coal Mine near Tenggara in East Kalimantan, Indonesia. The lease is a 94-hectare IUP Exploitation with all permits in order for immediate mine operations. The acquisition cost is based on backend royalties for each tonne of coal sold, and a small initial cash payment. Additionally, the previous mining contractor has been compensated for land clearing, overburden removal and construction of the haul road linking the mine to the port.

Resource definition drilling has confirmed the presence of several shallow seams ranging

in thickness from 1 to 1.5 meters. The coal has a high energy of 6950 cal/kg adb GCV, 2% ash and 0.7% sulphur and should fetch a premium price in the market.

Mine planning has been carried out at Jongkang to produce up to 25,000 tonnes per month open cut coal at a maximum strip ratio of 13:1. OGL Indotrade has entered into a rental contract for supply of earthmoving equipment and will directly supervise mine operations. A 375 series bulldozer, two units of 500 series excavator on overburden removal, and two units of 320 series excavator for coal extraction, will arrive on site during the second week of August 2010 to recommence the mining operation. The previous mining contractor has been released from the site.

A 1.5 kilometre haul road connects the southern end of the mine to an existing 100,000-tonne stockpiling and handling facility on the Mahakam River. Raw coal from the mine will be sized using a 500 tonnes per hour crushing plant, and loaded onto maximum 10,000 tonne barges by an 800 tonne per hour conveyor barge loading system. The crushing, stockpile and barge loading facilities already exist, and OGL Indotrade has negotiated a commercial fee for priority use. Barges will haul coal to either the Muara Jawa (14 hours) or Muara Berau (22 hours) anchorage ports for transhipment to Handymax vessels.

OGL is currently finalising a sales contract with a Chinese entity for sale of the product.

The Jongkang operation will supplement coal output from OGL's Rahmat project, which is simultaneously being developed to produce at 50,000 tonnes per month. First production of Rahmat coal is expected for September 2010.



Figure: OGL Indotrade's Jongkang Coal Mine adjacent to the Mahakam River near Tenggarong in East Kalimantan, Indonesia.

## About Overseas & General Limited

OGL is a public company listed on both the Australian Stock Exchange (ASX) and on CLOB International, Singapore. OGL is developing into a medium sized producer of metallurgical and steaming coal in Australia and Indonesia, taking advantage of the current strength in the commodities markets worldwide.

OGL has formed an alliance with Chinese company Jincheng Zhongjia Coal Industrial Co. Ltd which is a major shareholder of Qinhe Energy Group Co. Ltd. Qinhe Energy currently produces close to 7 million tonnes per annum (mtpa) of coal in China and a new mine is under development which will produce 8mtpa.

In Indonesia, OGL has entered into a joint venture arrangement with Malaysian owned group, Golden Focus Group Limited (Hong Kong) and their Indonesian entity, PT Indotrade Resources. Indotrade Resources is a successful coal miner in Indonesia producing around 2mtpa of export grade steaming coal from East Kalimantan to China and Korea. The JV Company, PT OGL Indotrade Resources has rights to mine and sell coal from the Rahmat, Jongkang, Pagar and Jambi coal tenements.

For additional information on this project and OGL please contact:

Jack Tan  
Chairman  
Overseas & General Limited  
P +61 2 92674633  
M +61 418 286 266

David Mason  
Managing Director  
Overseas & General Limited  
M +61 400 707 329

### **Competent Persons**

*The information in this report that relates to coal exploration results is based on information compiled by David Mason, who is a Fellow of the Australasian Institute of Mining and Metallurgy and has Chartered Practising Status (Management). David Mason is the Managing Director of Overseas & General Limited. David Mason has sufficient experience, which is relevant to the type of resource under consideration and the activities being undertaking, to qualify as a Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. David Mason consents to the inclusion in the report of this information in the form and context in which it appears.*

By Order of the Board



Robert Lees  
Company Secretary