

ATRUM COAL COMPLETES CONSOLIDATION OF COAL LICENCES IN GROUNDHOG COALFIELD

HIGHLIGHTS

- Atrum has acquired the last remaining granted coal licences and coal licence applications in the Groundhog coalfield
- Acquisition delivers Atrum an additional 20 granted coal licences and one coal licence application for a further 10,235 hectares
- The acquisition represents the complete consolidation of the known anthracite-bearing tenure in the Groundhog and Panorama area which totals 81,616 hectares

Atrum Coal NL ("**Atrum**" or the "**Company**") (**ASX: ATU**) is pleased to announce it has acquired a large package of granted coal licences and one coal licence application from Anglo Pacific Group PLC ("**Anglo Pacific**") (LSE: APF, TSX: APY).

Executive Director, Mr Russell Moran said:

"The Groundhog coalfield in British Columbia, Canada boasts the world's largest high grade and ultra-high grade anthracite endowment and we now own all the known anthracite-bearing tenure. Our long term strategy is to ultimately become the world's largest exporter of high grade and ultra-high grade anthracite."

Commenting on the acquisition, Julian Treger, Chief Executive Officer of Anglo Pacific, said:

"This transaction is consistent with Anglo Pacific's strategy of monetising equity investments and growing our portfolio of royalties. We look forward to working with the Atrum Coal management team on the development of these coal properties in Canada."

The acquisition includes 20 granted coal licences and one coal licence application, collectively covering an area of 10,235 hectares, and represents the complete consolidation of all the known anthracite-bearing tenure in the Groundhog and Panorama Coalfields.



ASX:ATU - Share Information
Issued Shares: 162.3m

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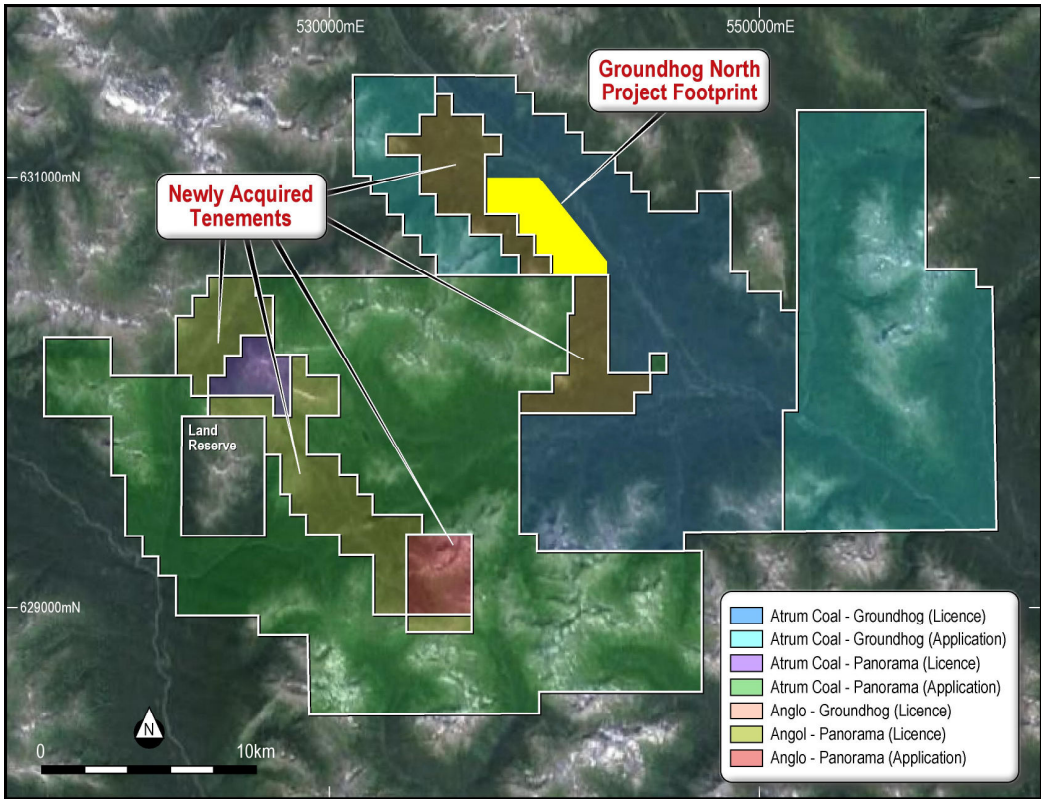
Board of Directors

Chairman
Executive Director
Executive Director
Managing Director
Non-Executive Director
Non-Executive Director
Company Secretary

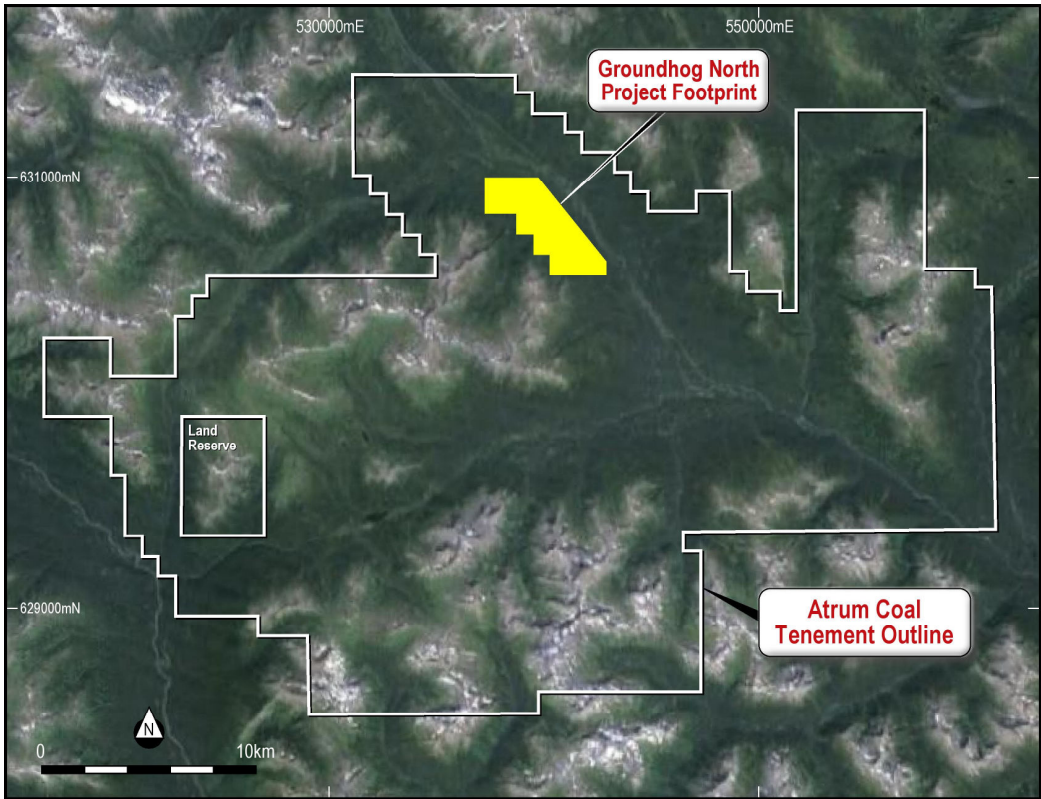
J. Chisholm
R. Moran
G. D'Anna
E. Lilford
C. Vorias
S. Boulton
G. D'Anna

Key Projects

Groundhog	Ownership: 100%
Panorama	Ownership: 100%
Peace River	Ownership: 100%
Naskeena	Ownership: 100%
Bowron River	Ownership: 100%



Atrum's Various Groundhog and Panorama Tenure



Atrum's Consolidated Groundhog and Panorama Tenure Post Anglo Pacific Group Acquisition

ACQUISITION TERMS

Material terms of the acquisition include a 1% gross revenue royalty or a US\$1/tonne royalty (whichever is the higher) payable on anthracite produced from the assets acquired from Anglo Pacific only, US\$500,000 payable in cash, a US\$2.0m 8% promissory loan note repayable within 18 months, and 1,000,000 Atrum shares, which are escrowed for 18 months from the date of issue.

ACQUISITION RATIONALE

The coal licences that are being acquired have been under-explored and could hold significantly more anthracite than has been reported. Furthermore, it is likely that the mine plan at Groundhog North, which underpins the recent PFS, can be extended as the anthracite seams continue west into the new coal licences.

As a matter of priority, the Company plans to incorporate the newly acquired coal licences into the upcoming PFS revision for Groundhog North, which is expected to deliver substantial improvements in CAPEX, OPEX and project economics above what is already a tier one development opportunity.

VP Operations, Ben Smith commented:

"The additional tenure adds a significant amount of upside to an already impressive resource. Our planned initial mine, Groundhog North, will already be a large mine. However, this occupies only a relatively small area compared to the overall tenure available to us. The Anglo tenement acquisition adds even further to this.

Specifically, the acquisition of the Anglo tenements will significantly extend the Groundhog North mining domain. A greater mining footprint in this area will allow the mine to operate for a far longer period and therefore make more effective use of planned project infrastructure. A number of other synergies from the acquisition are being actively investigated with the view to incorporating these into a revised Pre-Feasibility Study. Such measures would likely result in a higher NPV and IRR for Groundhog North.

The Company has recently embarked on an extensive marketing effort in Korea, Japan and China to potential customers. These discussions were very successful. The Board is confident that the acquisition of the Anglo Pacific coal tenure is the right strategic move and will provide many positive synergies with the rest of the existing area."

ABOUT ANGLO PACIFIC GROUP

Anglo Pacific is a global natural resources royalties company. The strategy of the group is to expand its mineral royalty interests in long-life mining assets. The group achieves this through both direct acquisition and investment in projects at the development and production stage. Anglo Pacific currently generates royalty revenues from the Kestrel and Crinum coal mines in Queensland, a producing gold/copper mine in Spain and iron ore mines in Brazil.

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Competent Person Statement

Exploration Results

The information in this document that relates to Exploration Results is based on information compiled by Brad Van Den Bussche B.Sc P.Geo, who is a Member of a Recognised Overseas Professional Organisation (ROPO) included in a list promulgated by the ASX from time to time, being the Canadian Institute of Mining and Metallurgy. Mr Van Den Bussche has read and understands the requirements of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012 Edition). Mr Van Den Bussche is a Competent Person as defined by the JORC Code, 2012 Edition, having five years' experience that is relevant to the style of mineralisation and type of deposit described in this document, and to the activity for which I am accepting responsibility.

Mr Van Den Bussche is Chief Technical Officer of Atrum Coal NL and has sufficient experience which is relevant to the style of mineralisation and type of deposit and mineralisation under consideration and to the activity which they are undertaking. Mr Van Den Bussche consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Coal Resources

The coal resources documented in this report were estimated in accordance with the guidelines set out in the JORC Code, 2012. They are based on information compiled and reviewed by Mr Nick Gordon, who is a Member of the Australasian Institute of Mining and Metallurgy and is a full-time employee of Gordon Geotechniques Pty Ltd.

With more than 28 years of experience in open cut and underground coal mining, Mr Gordon has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration to qualify him as a Competent Person as defined in the JORC Code, 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves."

Neither Mr Gordon nor Gordon Geotechniques Pty Ltd have any material interest or entitlement, direct or indirect, in the securities of Atrum or any companies associated with Atrum. Fees for the preparation of this report are on a time and materials basis. Mr Gordon recently visited the Groundhog project area on 21st March 2014 whilst exploration personnel were preparing for the next drilling program. Two days were also spent with Atrum geological personnel in Victoria, British Columbia evaluating the geological, coal quality and geotechnical information relevant to the Groundhog project area.

Mr Gordon consents to the inclusion in the report of the matters based on the information, in the form and context in which it appears.

Forward Looking Statements

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs. Forward looking statements in this release include, but are not limited to, the capital and operating cost estimates and economic analyses from the Study.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company’s business and operations in the future. The company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company’s control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

Forward looking statements in this release are given as at the date of issue only. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.