

100 Railway Road  
Subiaco, WA 6008  
ABN 84 061 219 985

tel: +61893678133  
E: enquiries@balamara.com.au

## Balamara signs Terms Sheet for USD 104 million Mine Development Finance at Nowa Ruda.

The construction of the Nowa Ruda coking coal mine moved a significant step closer today with Balamara signing a Project Finance Terms Sheet with UK based finance group Broughton Capital Group. ("Broughton") Broughton, established over 16 years has long experience in project finance internationally and have indicated a willingness to support Balamara in the development of both coking and thermal coal mines in Poland.

Among the main conditions precedent in this contract will be the fixed price off-take contract for sale of coal and the granting by the Polish authorities of the necessary licences and approvals to mine coal at Nowa Ruda. The proposed loan is planned as a six year contract for drawdown and repayment which will allow Balamara to construct the mine for the first two to three years and then repay the facility in full in the remaining three years once coal production is underway.

Derek Lenartowicz Executive Chairman of Balamara said 'We are now preparing for the construction phase at Nowa Ruda, once we receive the necessary licences we will be ready to commence work on mine development'. 'The Balamara team has worked closely with the Polish authorities to develop our mine at Nowa Ruda and we are looking forward to sharing with the local community the excitement of a great plan being realized, we are very grateful for the support and encouragement we have received at all levels of government and the community'

He added: 'Broughton Capital Group have been very supportive of investment in Poland and we are particularly grateful for their enthusiasm for both our projects. Our expectation is that by contracting approximately half of Nowa Ruda production for the fixed price sale which will be required for this funding package Balamara will still have an opportunity to benefit from the strong coking coal prices through to 2024.'

'These are exciting times and we are looking forward to getting underway'.