

MEDIA RELEASE

15 April 2010

Production report for the quarter ended 31 March 2010

	CNA	1Q	2Q	3Q	4Q	1Q	12 months
'000 tonnes (100% basis)	interest	2009	2009	2009	2009	2010	2009
Saleable production							
Hunter Valley Operations							
	100%						
Thermal coal		2,212	2,383	1,610	2,400	1,892	8,606
Semi-soft coking coal		492	346	1,144	644	690	2,626
		2,704	2,729	2,754	3,044	2,582	11,232
Bengalla Mine							
	40%						
Thermal coal		1,126	1,438	1,468	1,434	1,228	5,466
Mount Thorley Operations ^(a)							
	80%						
Thermal coal		513	478	882	357	189	2,230
Semi-soft coking coal		57	157	81	818	306	1,112
		570	635	963	1,175	495	3,342
Warkworth Mine ^(a)							
	55.6%						
Thermal coal		1,064	918	1,378	1,272	1,115	4,632
Semi-soft coking coal		75	217	204	34	237	530
		1,139	1,135	1,582	1,306	1,352	5,162
Total Mount Thorley Warkworth							
		1,709	1,770	2,545	2,481	1,847	8,504
Total coal production							
		5,539	5,937	6,767	6,959	5,657	25,202
Total sales ^(b)							
		5,214	6,184	6,327	7,251	5,232	24,976
Coal & Allied share							
Coal production		4,244	4,443	4,991	5,283	4,221	18,961
Coal sales ('000 tonnes)		4,044	4,629	4,721	5,382	3,895	18,777

(a) Production can be sourced from either mining lease and is allocated over the year based on the tonnage commitment ratio contractually agreed between the Mount Thorley and Warkworth joint ventures.

(b) Sales relate only to coal mined by the operations and exclude traded coal.

Production figures are sometimes more precise than the rounded numbers shown, hence small differences may result between the total of the quarter figures and the full year figures.

Production

Coal & Allied's share of total saleable production was 4,221kt, 20 per cent lower than the December quarter in 2009, however it was comparable with the corresponding quarter in 2009. Semi soft coking coal production has substantially increased in relation to the corresponding quarter in 2009.

Hunter Valley Operation's saleable coal production was 15 per cent lower than the previous quarter and five per cent lower than the corresponding quarter last year. The high level of production seen in the fourth quarter of 2009 resulted in low levels of available in-pit inventory at the start of 2010. Also, short term geotechnical issues were experienced in the West Pit that,

Coal & Allied Industries Limited

ABN 67 008 416 760

Level 3 - West Tower, 410 Ann Street, Brisbane Qld 4000 Australia

Ph + 61 7 3361 4200 Fax + 61 7 3361 4370

combined with increased rainfall, resulted in a cessation of coal operations for a period of three weeks.

Mount Thorley Warkworth's saleable coal production was 26 per cent lower than the previous quarter, however was eight per cent higher than the corresponding quarter last year. Similar to Hunter Valley Operations, Mount Thorley Warkworth started the year with low available in-pit coal inventories and continues to mine through an area of higher stripping ratio.

Bengalla's saleable production was 14 per cent lower than the previous quarter, however was nine per cent higher than the corresponding quarter in 2009. Compared to the previous quarter, Bengalla's production was adversely impacted by a less productive mine sequence.

Sales

Coal & Allied's share of coal sales for quarter one of 2010 was 28 per cent lower than the December quarter in 2009 and four per cent lower than the corresponding quarter last year. This was due to lower coal availability and the impacts outlined above. By transferring port allocation from quarter one into the second half of the year, Coal & Allied anticipates that full year sales will be aligned with the annual available allocation and will increase on 2009 levels.

Other

There was no exploration activity during the quarter.

For further information contact:

Media Enquiries:

Alison Smith
(07) 3361 4223 / 0438 787 038

Investor Enquiries:

Dave Skinner
(03) 9283 3628 / 0408 335 309

Simon Ellinor
(07) 3361 4365 / 0439 102 811

www.coalandallied.com.au