

11 November 2010

Company Announcement Office  
Australian Securities Exchange Limited

### **TIARO RAISES \$3.4 MILLION TO ACCELERATE EXPLORATION**

Tiaro Coal Limited (**ASX: TCM**) is pleased to announce that it has raised \$3.4 million (before costs) by the placement of 10 million fully paid ordinary shares (14.04% of its issued capital) at \$0.34 to various sophisticated investors and institutions as defined under Section 708 of the Corporations Act. The issue was heavily over subscribed.

The shares were issued pursuant to Tiaro's 15% placement capacity as provided for under Listing Rule 7.1.

There are now 81,203,443 shares on issue.

The funds raised will allow Tiaro to accelerate exploration at its Tiaro Coal Measures Metallurgical Coal Project in South East Queensland and will also provide funds for general working capital.

Tiaro is increasing its interest to up to 80% in the Tiaro Coal Measures Metallurgical Coal Project through exploration expenditure.

The raising was led by Australian broking firm Patersons Securities Limited and compliments the existing cash balance of approximately \$2.5 million.

The Company is not aware of any reason why the ASX would not allow trading to recommence immediately.

### **Background**

Tiaro's business objectives:

- To undertake exploration for commercially viable coal deposits with the potential to produce thermal export and domestic use coals as well as metallurgical (coking, PCI) coals from the Tiaro Coal Measures.
- To develop a substantial volume of export trade in bulk commodities in partnership with China Qinfa Group.

### **For further information please contact:**

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# TIARO COAL

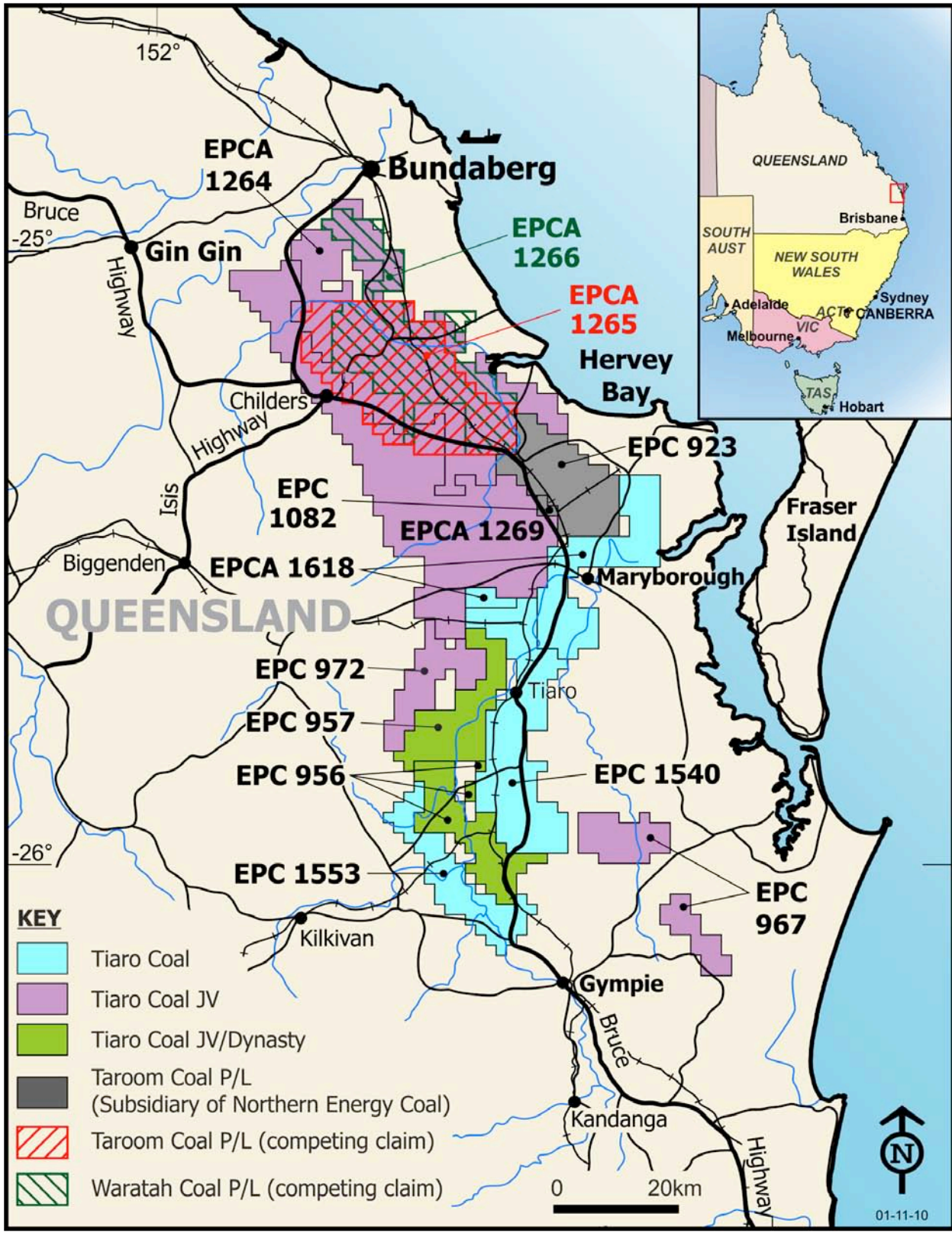


Figure 1 – Tiaro coal tenements at 11 November 2010