



Announcement Summary

Entity name

ALLEGIANCE COAL LIMITED

Date of this announcement

Wednesday May 25, 2022

The +securities the subject of this notification are:

Other

Total number of +securities to be issued/transferred

ASX +security code	Security description	Total number of +securities to be issued/transferred	Issue date
New class - code to be confirmed	Convertible Note	30,700,000	24/05/2022

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of entity

ALLEGIANCE COAL LIMITED

We (the entity named above) give notice of the issue, conversion or payment up of the following unquoted +securities.

1.2 Registered number type

ABN

Registration number

47149490353

1.3 ASX issuer code

AHQ

1.4 The announcement is

New announcement

1.5 Date of this announcement

25/5/2022



Part 2 - Issue details

2.1 The +securities the subject of this notification are:

Other

Please specify

Please refer to Appendix 3B lodged on 24 May 2022

2.2a This notification is given in relation to an issue of +securities in a class which is not quoted on ASX and which:

does not have an existing ASX security code ("new class")



Part 3C - number and type of +securities the subject of this notification (new class) where issue has not previously been notified to ASX in an Appendix 3B

New +securities

ASX +security code

New class - code to be confirmed

+Security description

Convertible Note

+Security type

+Convertible debt securities

ISIN code

Date the +securities the subject of this notification were issued

24/5/2022

Will all the +securities issued in this class rank equally in all respects from their issue date?

Yes

Have you received confirmation from ASX that the terms of the +securities are appropriate and equitable under listing rule 6.1?

Yes

Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities being issued.

Please refer to Appendix 3B lodged on 24 May 2022, as well as cleansing notice issued on 24 May 2022

+Convertible debt securities Details

Type of +security

Convertible note or bond

+Security currency

AUD - Australian Dollar

Face value

AUD 1.00000000

Interest rate type

Fixed rate

Frequency of coupon/interest payments per year

Monthly

First interest payment date

Interest rate per annum

10.00 %

Is the interest rate per annum estimated at this time?

No

s128F of the Income Tax Assessment Act status applicable to the +security

Not applicable



Is the +security perpetual (i.e. no maturity)?

No

Maturity date

24/5/2025

Select other feature(s) applicable to the +security

Secured

Convertible

Redeemable

Is there a first trigger date on which a right of conversion, redemption, call or put can be exercised (whichever is first)?

No

Details of the existing class of +security that will be issued if the securities are converted, transformed or exchanged

Other

Description

AHQ : ORDINARY FULLY PAID

Any other information the entity wishes to provide about the +securities the subject of this notification

Convertible into 37,622,549 ASX:AHQ ordinary shares. See ASX announcement dated 24 May 2022

Please provide any further information needed to understand the circumstances in which you are notifying the issue of these +securities to ASX, including why the issue of the +securities has not been previously announced to the market in an Appendix 3B

Appendix 3B issued on 24 May 2022. These are new unlisted securities for which an ASX code has yet to be determined

Issue details

Number of +securities

30,700,000

Were the +securities issued for a cash consideration?

Yes

In what currency was the cash consideration being paid?

AUD - Australian Dollar

What was the issue price per +security?

AUD 1.00000000

Purpose of the issue

Other

Additional Details

Repay Nebari Natural Resources Credit Fund I, LP secured loan and for general working capital



Part 4 - +Securities on issue

Following the issue, conversion or payment up of the +securities the subject of this application, the +securities of the entity will comprise:
(A discrepancy in these figures compared to your own may be due to a matter of timing if there is more than one application for quotation/issuance currently with ASX for processing.)

4.1 Quoted +Securities (Total number of each +class of +securities quoted)

ASX +security code and description	Total number of +securities on issue
AHQ : ORDINARY FULLY PAID	389,820,140

4.2 Unquoted +Securities (Total number of each +class of +securities issued but not quoted on ASX)

ASX +security code and description	Total number of +securities on issue
AHQAD : OPTION EXPIRING 03-MAR-2024 EX \$0.50	1,125,000
AHQAB : PERFORMANCE RIGHTS	5,500,000
AHQAA : OPTION EXPIRING VARIOUS DATES EX VARIOUS PRICES	6,733,283
AHQAE : OPTION EXPIRING 11-MAY-2024 EX \$0.5625	1,033,333
New class - code to be confirmed : Convertible Note	30,700,000



Part 5 - Other Listing Rule requirements

5.1 Were the +securities issued under an exception in Listing Rule 7.2 and therefore the issue did not need any security holder approval under Listing Rule 7.1?

No

5.2 Has the entity obtained, or is it obtaining, +security holder approval for the issue under listing rule 7.1?

No

5.2b Are any of the +securities being issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?

Yes

5.2b.1 How many +securities are being issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?

37,622,549

5.2c Are any of the +securities being issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?

No