



MARKET RELEASE

21 July 2011

Coalbank Limited

TRADING HALT

The securities of Coalbank Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Monday, 25 July 2011 or when the announcement is released to the market.

Security Code: CBQ

Simon O'Brien
Senior Adviser, Listings (Brisbane)

21 July 2011

Ms Simon O'Brien
Senior Advisor, Listings (Brisbane)
Australian Securities Exchange Limited
Level 5, Riverside Centre
123 Eagle Street
BRISBANE QLD 4001

By fax: (07) 3832 4114
By email: simon.obrien@asx.com.au

Dear Simon,

REQUEST FOR TRADING HALT

Pursuant to listing rule 17.1, we request a trading halt in respect of the shares of **COALBANK LIMITED (ASX:CBQ)**, and provide ASX with the following information:

- COALBANK requests the trading halt because it is currently negotiating a capital raising involving the possible issue of securities representing up to 15% of its issued capital, but is not able to make an immediate announcement in respect of the transaction/capital raising as negotiations are not finalised.
- COALBANK requests that the trading halt last until the commencement of trading on Friday, 22 July 2011.
- The event that COALBANK expects to happen that will end the trading halt is an announcement in relation to the proposed capital raising.
- COALBANK is not aware of any reason why the trading halt should not be granted.
- COALBANK does not consider that there is any other information necessary to inform the market about the trading halt.

Please do not hesitate to contact me for any further information or if there are any difficulties with this request on 0414 970 566.

Yours sincerely,



Gregory AJ Baynton
Deputy Chairman
COALBANK LIMITED

cc: Leni Stanley, Company Secretary, COALBANK LIMITED

COALBANK LIMITED

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