



GLOUCESTER COAL LTD

ABN 66 008 881 712

MARKET RELEASE

RESIGNATION OF NON EXECUTIVE DIRECTOR

Gloucester Coal Ltd announced today that Mr Gordon Galt would retire from the Board effective 31 August 2007. Mr Galt has been a Non-Executive Director of Gloucester Coal since April 2004, when the Company was effectively recapitalised after the exit of UK Coal.

Chairman of Gloucester Coal, Mr Andy Hogendijk said, "It has been a privilege to work with Gordon over the past three years. He has been a strong contributor to the Company's strategic direction and success. On behalf of the Board I thank him for his valuable input, commitment, guidance and support. We wish him well for his future endeavours".

The Board has commenced the search for a new Non-Executive Director with appropriate industry and technical expertise.

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