



February FY2013 production update

Current report no. 5/2013
Dated March 15, 2013

The Board of Directors of Coal Energy S.A. (the "Company") hereby provides update on coal production in February FY2013. The financial year 2013 of Coal Energy S.A. commenced on the 1st July 2012 and will end on the 30th June 2013.

Production of coal from mining segment decreased by 47.0% year-on-year and decreased by 48.7% month-on-month.

Production of coal recovered from waste dumps decreased by 43.0% year-on-year and increased by 17.7% month-on-month.

<i>in tonnes</i>	February FY2013	February FY2012	change % y-o-y	change in tonnes y-o-y	January FY2013	change % m-o-m	change in tonnes m-o-m
Mining output	71 411	134 732	-47.0%	- 63 321	139 107	-48.7%	-67 696
Thermal coal	55 601	108 608	-48.8%	- 53 007	124 475	-55.3%	-68 874
Coking and dual-purpose coal	15 810	26 124	-39.5%	-10 314	14 632	8.1%	1 178
Waste dumps processing							
Saleable coal	10 037	17 612	-43.0%	-7 575	8 524	17.7%	1 513
Total	81 448	152 344	-46.5%	-70 896	147 631	-44.8%	-66 183

The output decline follows the currently diminished sales opportunities. In order to avoid further significant coal stock increase (and possible related calorific value losses of coal in piles as well as additional working capital investments) the management prefers to take a careful position regarding the production volumes for the next few months in line with the current sales level.

80 thousand tonnes of coal per month are considered as the minimum level of total coal output during the next few months after which the management is expecting certain demand revival for the Company. The Company continues working on concluding additional sales contracts in Ukraine and abroad.

Over 8 months of the FY2013 the Company's underground mining output comprised 1.1 million tonnes of coal. Given the market demand expectations of the management and investment plan realization the underground mining plans for FY2014-FY2016 currently remain unchanged: for FY2014 2.9 million tonnes, for FY2015 3.4 million tonnes, for FY2016 3.8 million tonnes.

The company also continues fulfillment of its investment program which remains among core responsibilities of the management. All the previously announced capital investments of 1H FY2013 were completed. Proper scheduling of further investments accomplishment is important to avoid additional risks and to assure additional coal volumes by the time the markets and coal demand revive.

Signatures of individuals authorized to represent the Company:
 Elena Belousova

Legal grounds: Art. 56 of the Polish Act of 29 July 2005 on the public offering, conditions governing the introduction of financial instruments to organized trading system and on public companies, and the Luxembourg Act of 11 January 2008 on transparency obligations of securities issuers, as amended.