



Increase of the share capital of the subsidiary

**Current report no.31/2011
Dated December 22, 2011**

The Board of Directors of Coal Energy S.A. (the "Company") informs that direct subsidiary of the Company Nertera Investments Limited (company code 268603, registered office 1, Lampousas str., P.C. 1095, Nicosia, Cyprus) has increased the share capital of CwAL LE Novodzerzhynskaya Mine, it's direct subsidiary. Changes in the share capital were acknowledged by the state registrar dated 21th December 2011.

Nertera Investments Limited a direct subsidiary of the Company increased the share capital of CwAL LE Novodzerzhynskaya Mine up to UAH 3,535,000.00 by making additional contribution to the share capital. Before the increase the share capital of CwAL LE Novodzerzhynskaya Mine was UAH 140,350 where Nertera Investments Limited held 74.55%. After the increase in the share capital Nertera Investments Limited holds 99% of the total votes of CwAL LE Novodzerzhynskaya Mine.

Signatures of individual authorised 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.