

CUESTA COAL LIMITED



'... in structural geology and geomorphology, a cuesta (from Spanish: "slope") is a ridge formed by gently tilted sedimentary rock strata in a homoclinal structure. Cuestas have a steep slope, where the rock layers are exposed on their edges, called an escarpment.'

Source "Cuesta": Wikipedia, April 2012

ANNUAL GENERAL MEETING EXECUTIVE DIRECTORS PRESENTATION

28 November 2014

***Developing a low cost, high quality thermal coal project
located adjacent to large scale proven operations***

Cuesta Coal Overview

Asset Overview

Project	Coal	Production	Mine Life	Resources	First Production
Moorlands	Thermal	1.9Mtpa ROM	> 30 yrs	281.1Mt*	2016
Yellow Jacket	Thermal	-	-	364Mt	-
Other Projects	Thermal	-	-	99.3Mt	-
Total Resource				744.4Mt	

Corporate Snapshot

Stock Code: ASX: CQC

Current Share Price: \$0.07 @ 11 November 2014

Shares on issue: 523,420,448

Market Cap: \$36m

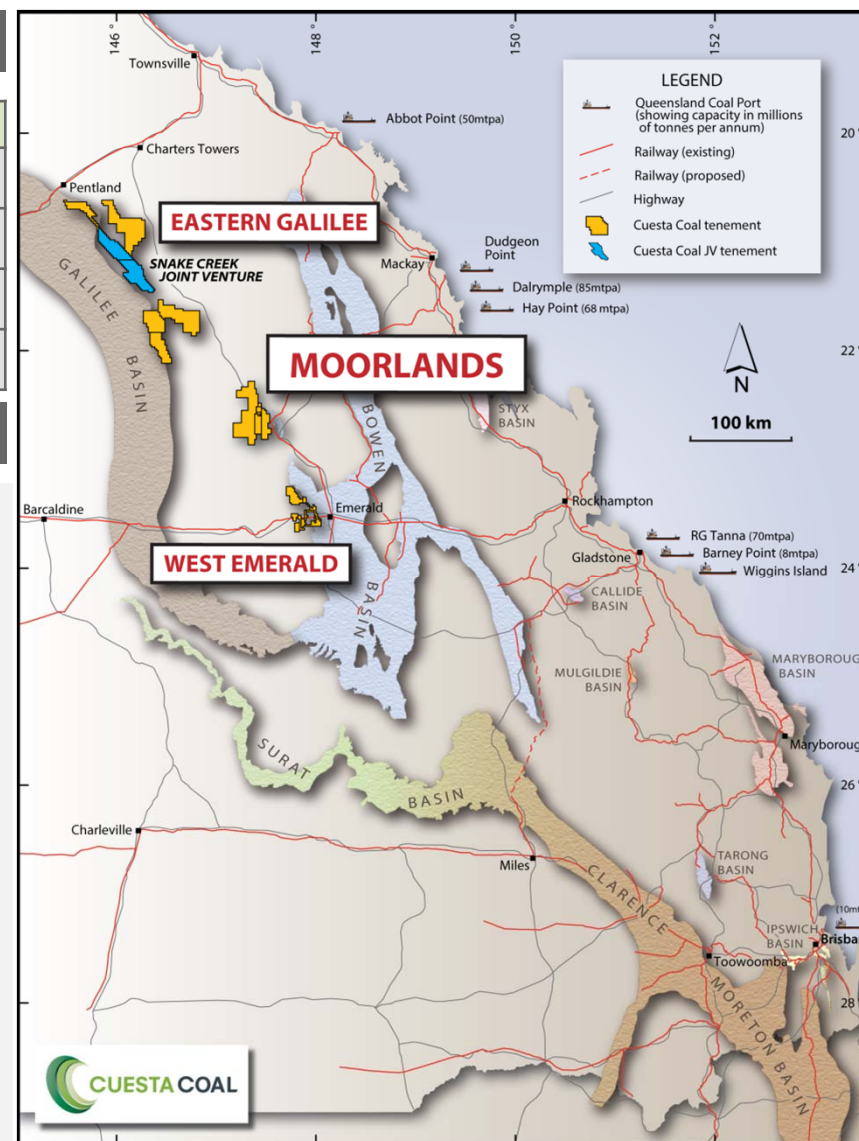
Cash: \$8.0m @ 30th September 2014

Major Shareholders

Longluck Investments 54%
Country Rosy 14%
Management 10%

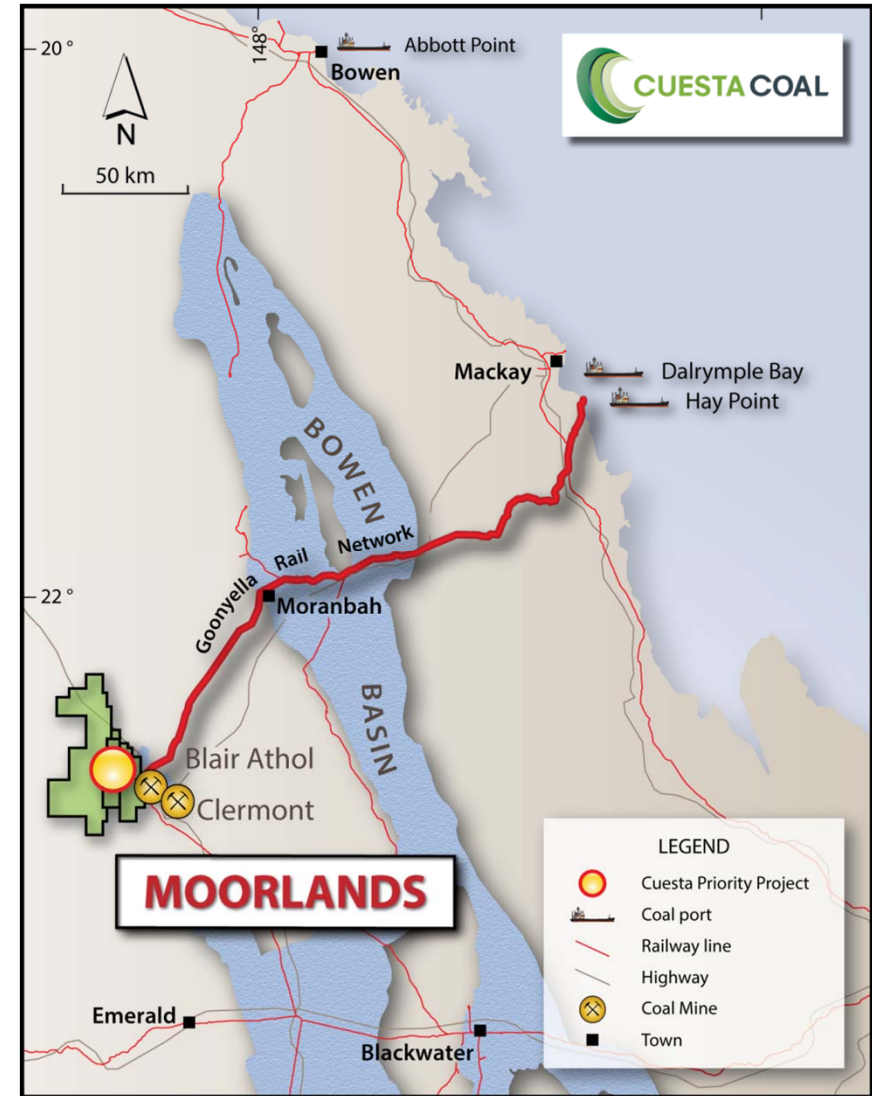
Longluck Investments is a wholly owned subsidiary of Beijing Guoli, who own and operate power stations, coal mines and chemical refinery facilities in China. Country Rosy are a privately owned company based in Hong Kong who are focused on international mining investments

*Refer to compliance statement on page 11



Key Achievements in 2014

- Entire year exploration and development activities **LTI free**
- Settlement of **\$15m Placement** to major shareholder Longluck Investments (Australia) in August 2014
- Full **redemption of remaining convertible notes** associated with the Orion Coal Project Acquisition (EPCs 775 and 776)
- **92% Resource Upgrade to 281Mt at Moorlands** announced on 4 March 2014, incorporating 118.5Mt Measured, 52.7Mt Indicated and 109.9Mt Inferred JORC Resources
- **Acquisition of EPC 2013** from FMG, provides background tenure for MLA for infrastructure development
- Moorlands **Mining Lease Application and Environmental Authority applications lodged** in September 2014
- Significant progress made on Moorlands **Definitive Feasibility Study**
- Appointment of **Mr River Wang** as executive director of CQC with a key focus on project funding



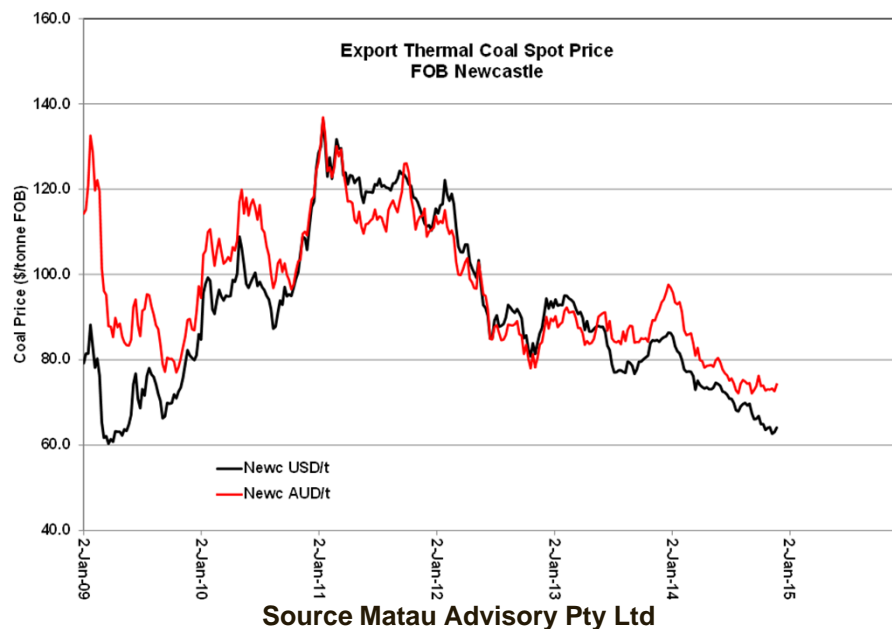
Industry Challenges and Coal Market Overview

The Challenges

- Current Coal price for Newcastle Coal is ~ US\$64 -65
- Re-introduction of 6% tariff on Thermal Coal from Australian Imports into China - will be removed in 2 years under FTA between China and Australia

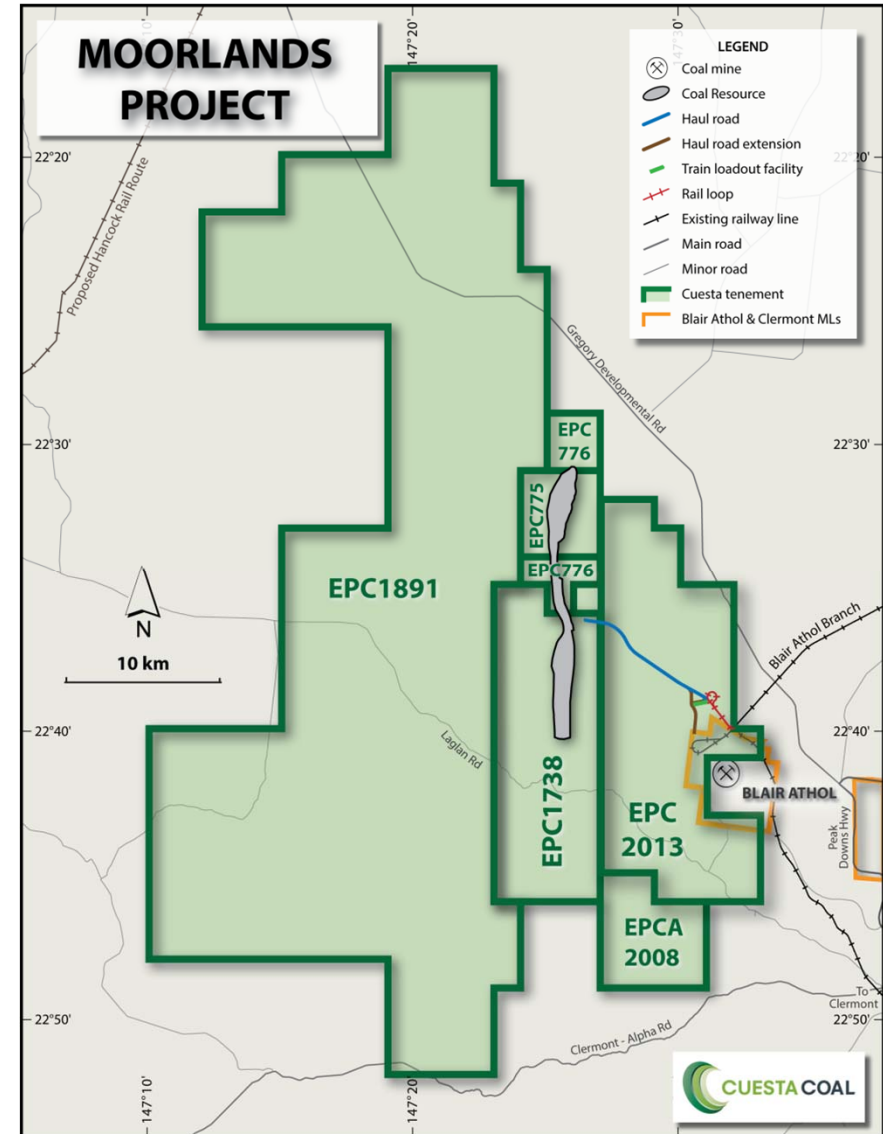
The Opportunities

- Overall coal demand continuing to grow
- Australia dollar falling helps the Australian coal exporters
- Overall cost pressures in the Australian industry reducing



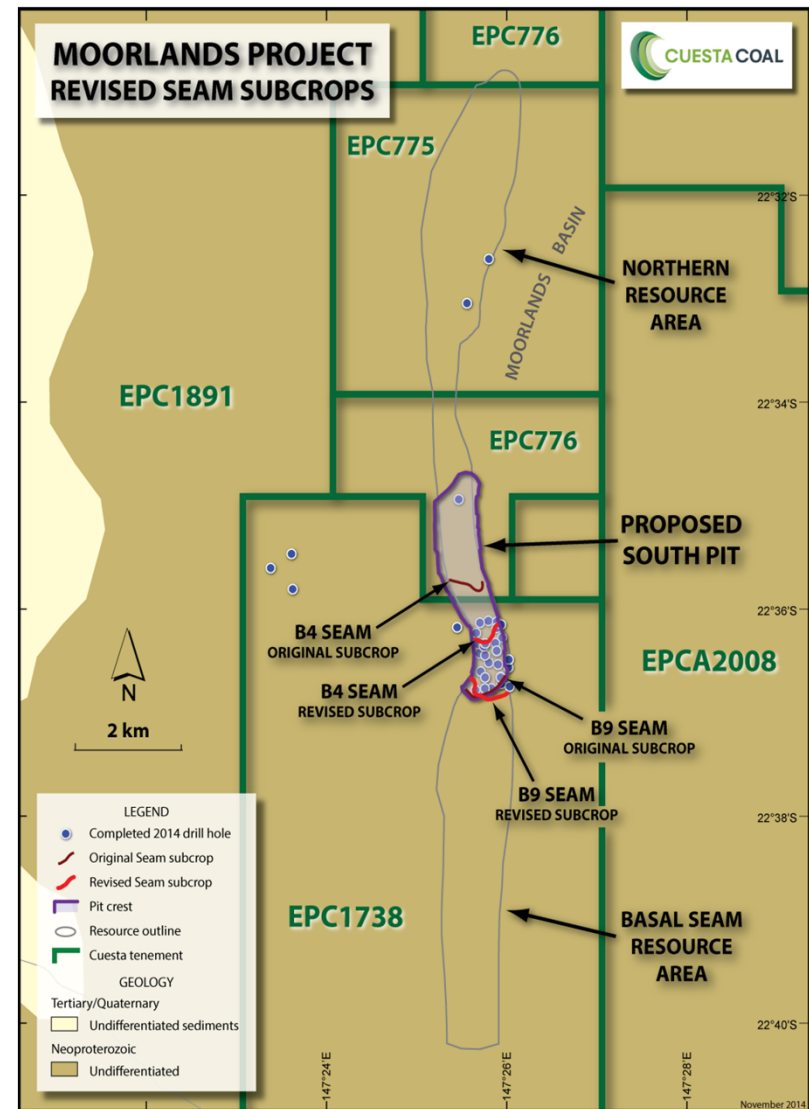
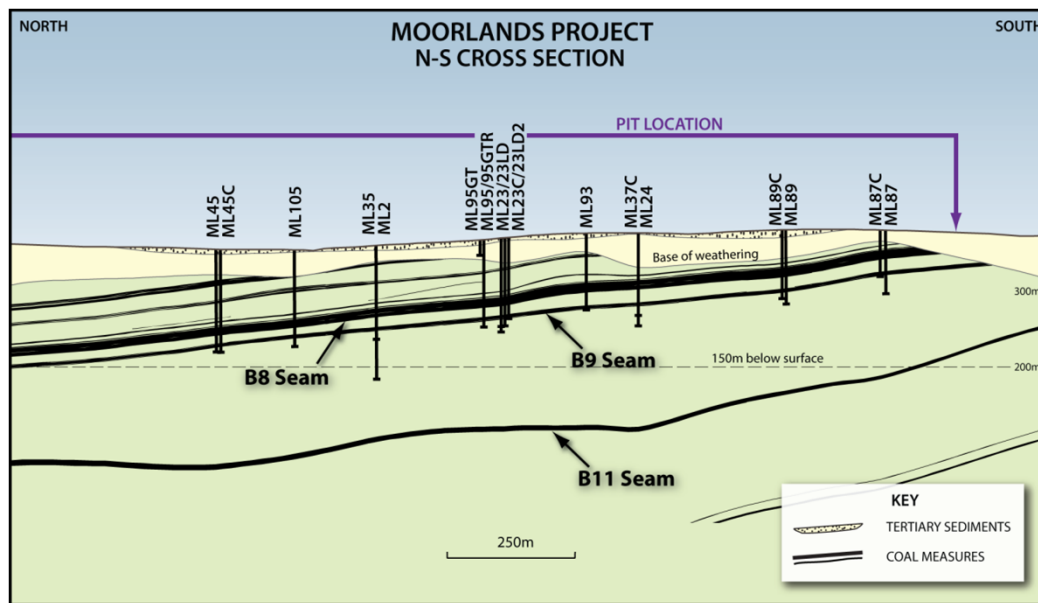
Moorlands – Definitive Feasibility Study

- Moorlands **Definitive Feasibility Study** has significantly advanced and is based on the following parameters:
 - 1.9Mtpa ROM open cut truck and excavator operation
 - Identification of optimum revenue & margin proposition for mining
 - Beneficiation of higher ash coals, by-pass of low ash coals to target optimum coal product
 - specification for customer power station requirements
 - Trucking product coal to a dedicated balloon loop off the Blair Athol spur
 - Railing of product to Dalrymple Bay Coal Terminal for export



2014 Moorlands Drilling Program

- 5,835m drilling completed in 2014
- Development of new improved mining schedule
- Improved confidence of geological model
- Better understanding of coal quality indicating an increase in bypass coal quantities
- Drilling has indicated the B4 seam subcrop extends south
- Drilling has confirmed continuing of seam thicknesses (10m B8)



Key Objectives 2015

Cuesta's Key Objectives for 2015 are:

- Investigate divestment of non-core assets
- Minimise expenditure on non-core assets
- Complete conditional project finance funding for Moorlands
- Finalise offtake agreements
- Finalise Definitive Feasibility Study
- Progress and finalise Mining Lease application and landowner agreements
- Community relations and local community involvement
- Investigate the acquisition of income earning assets at low point of cycle





Thank you

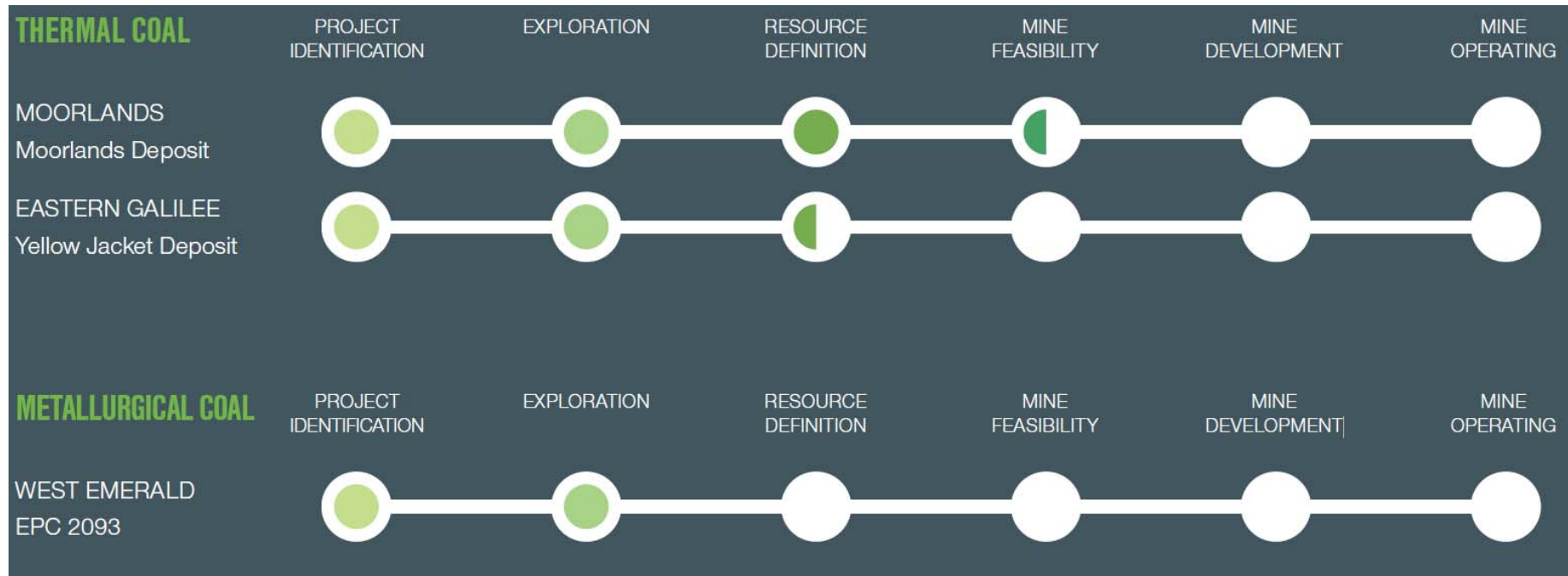
Questions

JORC Resources

Deposit	Measured	Indicated	Inferred	Total
Moorlands	118.5Mt	52.7Mt	109.9Mt	281.1Mt*
Yellow Jacket	-	-	364Mt	364Mt*
Amberley	-	-	54.7Mt	54.7Mt*
Thorn Hill	-	22.1Mt	22.5Mt	44.6Mt*
Total	118.5Mt	74.8Mt	551.1Mt	744.4Mt

* Refer to compliance statement on page 11

Pipeline Project Overview



Eastern Galilee

- Identified as a strategic asset with medium to long-term development potential (post Moorlands)
- 364Mt Maiden Inferred Resource
- Coal resource <150m from surface
- Located 30km from Adani's Carmichael Project

West Emerald

- Coking / PCI Exploration Target
- EPC 2093 is immediately south of Valeria and is Cuesta's priority target area at this project

Compliance Statement

Information relating to EPC's 1738, 775 & 776 (collectively known as the Moorlands Project) was prepared and first disclosed under the JORC Code 2012 on 4 March 2014 in the Company's ASX announcement titled '92% Resource Upgrade at Moorlands Project to 281Mt'. The Company confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all the material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.

Information relating to EPC's 1802, 1955 and 2127 was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with JORC 2012 on the basis that the information has not materially changed since it was prepared.

The information in this report/statement relating to the resource of EPCs 1802 is based on information reviewed by Blair Richardson, who is a member of the Australasian Institute of Mining and Metallurgy. He is a full time employee of Cuesta Coal Limited.

Blair Richardson has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking, to qualify as a 'Competent Person' as defined in the 2004 edition of the Australasian Code for the Reporting of Mineral Resources and Ore Reserves. Blair Richardson consents to the inclusion in this report of matters based on this information in the form and context in which it appears.

A report entitled 'East Wandoan Project JORC Resources dated June 2012' and 'Amberley Project (EPC 2127) – Resource Estimate' dated 4th September 2012', have been compiled by Lyndon Pass of Encompass Mining, and it reflects his current view of the Moorlands, East Wandoan and Amberley coal deposit resources. In the future, as additional information may become available, this view could be subject to modification. The full reports contain detailed information regarding the Moorlands, East Wandoan and Amberley deposit.

Lyndon Pass is a Member of the Australasian Institute of Mining & Metallurgy (AusIMM). Lyndon Pass consents to the inclusion in the current document of the matters concerning Coal Resources at Moorlands, East Wandoan and Amberley based on his information in the form and context in which they appear. He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' published by the Joint Ore Reserves Committee (JORC).