

## **HCI KHUSELA COAL (PTY) LTD**

HCI Khusela Coal (Pty) Ltd ("HKC") is a coal mining company 80% owned by HCI and 20% owned by Khusela Women Investment (Pty) Ltd. The company has 3 properties in Mpumalanga that are in the process of being developed into coal mines.

HKC's coal reserves are in Bronkhorstspuit and Ogies. It is the company's intention to convert its prospecting rights to mining rights. Two of the projects are already fairly advanced in terms of bankable feasibility and it is likely that mining operations will commence before the end of 2007.

HKC is a junior coal miner with 2 of the 3 reserves having the potential to produce coal for the export market and the domestic inland market. All 3 of the properties are in the process of being qualified as sources of coal for Eskom's power stations. HKC is a member of the South African Development Association (SAMDA) and is actively involved in the transformation of the coal mining industry. It is HKC's intention to grow the reserve base through acquisition of quality reserves.

HKC is a black empowered company and is committed to compliance with the Mining Charter on broad-based black economic empowerment. In Bronkhorstspuit HKC has initiated a sustainable farming project, involving local farmers and representatives of the community.

In Ogies, HKC is involved in a public/private partnership project with the Department of Health and a large coal mining company. The project is co-ordinated by ReAction, and aims to improve health care delivery and help people living with HIV to live healthy lifestyles.

Tel: +27 11 550 5400  
Fax: +27 11 268 6434  
Email: [info@hcicoal.co.za](mailto:info@hcicoal.co.za)