

## PRESS CUTTINGS

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# NEWGATE THREADNEEDLE



Edenville's Tanzanian coal deposit development to restart in May  
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AIM-listed coal exploration firm Edenville Energy said Thursday it will start the next development stage of its three open pit thermal coal deposits in the Rukwa Coalfield in southern Tanzania in May.

Earlier this month, the company revealed a maiden inferred JORC compliant resource estimate of 39 million mt at its Mkomolo deposit.

Edenville said Phase 1 drilling at Mkomolo covered a strike length of around 6 km and its 2012 drill program will delineate extensions to the Mkomolo coal seams and also test its Muze and Namwele deposits.

Edenville said it eventually plans to sell mine-mouth tonnage from the Rukwa deposits to local power generators, cement plants and paper mills.

"What we're envisaging is a scenario where there'd be a power station at the Muze mine-mouth running power lines out to the local region," Edenville chairman Simon Rollason told Platts. "We're in active discussions with a couple of independent power producers about potential off-take agreements."

He said power from the station could potentially be exported to neighboring countries such as Democratic Republic of Congo and Zambia.

He added that Edenville hoped to complete the drilling out process within 18-24 months, while at the same time the parties it was in discussions with "could be working on the feasibility of the power requirements."

"From what we've seen from the drilling, the indications are that there would be some depth extensions to these as well, so we could go down into the underground environment," Rollason said.

The three deposits are all located within the Mtwara Development Corridor, an east African economic growth zone which has attracted a handful of international investors.

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