



COAL FE RESOURCES LIMITED

2 April 2007

The Manager
Company Announcements Office
Australian Stock Exchange

By Electronic Lodgement

Dear Sir

PRE-JORC TARGET MINERALISATION

In the Company's prospectus, dated 12th January 2007, specifically within Section 1.1 of the Independent Geologists Report, reference is made to pre-JORC target mineralisation.

It should be noted in relation to this section that such pre-JORC target mineralisation is conceptual in nature and is not to be construed as a mineral resource or ore reserve. It is based on limited exploration to date and at this stage it is uncertain whether further exploration will in fact result in the discovery of a mineral resource or reserve.

Yours faithfully

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