



**ASX: RES**

28 July 2011

**ASX Release**

### **New Employment Contracts for Two Directors**

The directors of Resource Generation Limited are pleased to announce that the company has entered into new employment contracts with the Managing Director, Paul Jury, and Executive Director and Company Secretary, Steve Matthews.

Both Mr Jury and Mr Matthews were previously on 3 year contracts which expired during July 2011. The new contracts are standard employment contracts and are not for a fixed term. Both have the same conditions of employment including:

- Three months' notice;
- Termination payments equivalent to six months' salary package;
- Base salary and superannuation to be reviewed annually;
- Provision of sick leave, accrued balance payable upon termination;
- Provision made for the awarding of bonuses at the Board's discretion; and
- Provision made for the award of performance share rights, subject to shareholder approval.

The commencing salaries are \$540,000 per annum for Mr Jury and \$408,750 per annum for Mr Matthews.

*Resource Generation has coal interests in South Africa and Tasmania. Its current priority is to develop its planned Boikarabelo mine in the Waterberg region of South Africa where there are probable reserves of 744.8 million tonnes of coal on 35% of the company's tenements.*