

COMDEK LTD

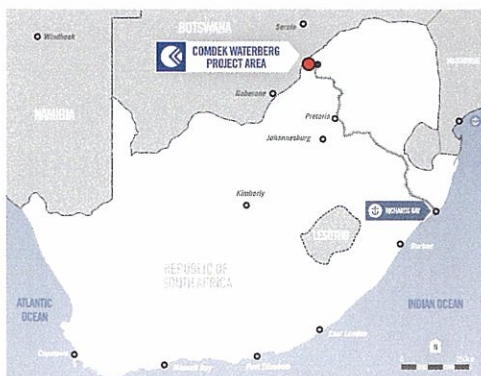
Emerging explorer led by experienced coal executives in an emerging province amidst the power crisis in South Africa...

Comdek Limited ("Comdek") has a JORC **Inferred Resource of 739Mt thermal and coking coal** across its three properties in the Waterberg Coal Field in the Limpopo Province, South Africa. To complement these assets, Comdek is in the process of finalizing the acquisition of Energy Investments Limited ("EIL") and Tiger Coal Pty Ltd ("Tiger Coal"). Both companies have applied for two coal projects each in Tasmania. All Comdek projects were previously owned by BHP or RIO. Importantly, all project areas have high potential for increased resources and are well-located to infrastructure.

COMPANY HIGHLIGHTS

- Comdek appointed **experienced coal executives Paul Jury to Managing Director and Steve Matthews as an Executive Director**, both were instrumental in growing ASX-listed Resource Pacific Holdings Limited from a \$54M company to their eventual takeover by Xstrata at a value of approximately \$1.1B.
- 12 additional boreholes showed extensions to Koert Louw Zyn Pan's mineralisation and **increased the Waterberg JORC Inferred Resources by 78% to 739Mt.**
- Comdek completed a \$12M raising on August 15 through the placement of 66.7M shares, the majority of which have already been approved by shareholders. The funds will enable CDS to continue exploration and development of their coal tenements.
- Comdek has been granted an Eskom Generation Division Vendor Number to supply the utility company's new power stations. **Eskom approached Comdek to apply for preferred supplier status of coal** as part of their long-term strategy to identify future coal supply.
- Comdek is an **emerging explorer in an emerging province**; the Waterberg Coalfields. It has an estimated 40% of the known remaining coal reserves in South Africa, yet there is only one operating colliery in the area, Grootgeluk.
- Grootgeluk is 30km from Comdek and has an **adjacent railway** to Richards Bay Coal Terminal ("RBCT"), South Africa's largest.
- **Comdek properties are strategically located to power stations** with Grootgeluk in close proximity to two coal-fired power stations, Matimba and Medupi (currently under construction and expected completion early-2011)

Figure 1: Direct Railway to Richards Bay Coal Terminal



SOURCE Comdek announcements

CDS

\$0.175

22 August 2008

INDUSTRY

Metals & Mining

ASX Code	CDS
Principal Activity	Coal Exploration
Country of Operation	South Africa, Australia
Market Capitalisation	\$108.2M
Cash	\$1.4M
Diluted Enterprise Value	\$113.9M
12 month low / high	\$0.016 / \$0.42

Board

Mr Michael Hunt (Chairman)
Mr Paul Jury (Managing Director)
Mr Scott Douglas (Executive director)
Mr Steve Matthews (Executive Director)

Capital Structure

Shares Currently on Issue	618.3M
Options (various)	70.4M
Shares Fully Diluted	688.7M

Resource

Mineral	Coal, Thermal and Coking
Inferred Resource	739Mt

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SOURCE CIP Research

WATERBERG COALFIELDS

CDS, via its' acquisition of Isicebi Carbon Mining Pty Ltd ("Isicebi"), has the right to earn a 70% interest in three coal projects located in the Waterberg Coalfields: Lisbon, Zoetfontein and Koert Louw Zyn Pan. This interest is achieved by spending up to A\$5 million over 3 years towards producing a Bankable Feasibility Study. These properties total 3,160 Ha and are currently owned by a Black Economic Empowerment ("BEE") group, Lukale Mining Ltd ("Lukale") and were acquired from BHP Billiton and BP Coal due to pro-BEE changes in the Minerals Petroleum Resources Development Act.

Current JORC Resource

Across the three properties, CDS has reported an Inferred Resource estimate of **739Mt**, a 78% increase over its initial estimate. Zoetfontein and Lisbon are considered to be mainly coking coal type properties whilst Koert Louw Zyn Pan is majority thermal. The RBSA approved the transaction on the 16th of June 2007 and now Comdek **will aggressively target +1Bt coal resource** across these three properties. The Company is commencing a 98 exploration hole program and has also commenced the mining approval process. It intends to establish a bankable feasibility in a short term horizon (1-1.5years) with a clear intent to commence mining operations in 2-3 years if possible.

Table 1: JORC Inferred Resource Estimates for Waterberg Tenements

Property	Type	Tonnage (Mt)
Zoetfontein	Coking	75.4
Lisbon	Coking	17.1
Koert Louw Zyn Pan	Thermal and Coking	646.3
Total		738.8

SOURCE Comdek announcements

Geological Formation

A thin layer of overburden is present (~16m) and the open pit stripping ratio is estimated to be 1:1. The mineralization extends to 110m in depth, but the resource calculation is based on a depth of only ~75m, thus, there is high potential for the resource to be increased. Additionally, the resource has a similar geological sequence to the Grootegeluk (811Mt Reserve), providing further optimism. Koert Louw Zyn Pan's formation exhibits all 11 zones shown in figure 2, whilst Zoetfontein and Lisbon are shallower with zones 1-4 at the surface.

Figure 2: Geological formation for the Waterberg Coalfields

COAL SEAM X-SECTION	ZONES	AVERAGE DEPTH (M)	DESCRIPTION
	OVERBURDEN	16.5	Waste Dump
	ZONE 11	7.56	Power Station & Semi Sulf Coking Coal 10% Ash
	ZONE 10	9.37	Power Station & Semi Sulf Coking Coal 10% Ash
	ZONE 9	6.53	Power Station & Semi Sulf Coking Coal 10% Ash
	ZONE 8	9.04	Power Station & Semi Sulf Coking Coal 10% Ash
	ZONE 7	10.15	Power Station & Semi Sulf Coking Coal 10% Ash
	ZONE 6	6.54	Power Station & Semi Sulf Coking Coal 10% Ash
	ZONE 5	13.50	Power Station & Semi Sulf Coking Coal 10% Ash
	Interbedded SC	3.20	Waste Dump
	ZONE 4	4.10	Power Station & Semi Sulf Coking Coal 10% Ash
	Interbedded SC	5.70	Waste Dump
	ZONE 4		Power Station & Semi Sulf Coking Coal 10% Ash
	Interbedded SC	3.70	Waste Dump
	ZONE 3	8.20	Met Products & PCI Product 10% Ash
	Interbedded SC	4.10	Waste Dump
	ZONE 2	4.30	Met Products & PCI Product 10% Ash
	Interbedded SC	13.80	
	ZONE 1	1.55	

Upper Faces Right Coal with interbedded shale
~50m
Lower Faces Left Coal, Sandstone & carbonaceous shale
~50m

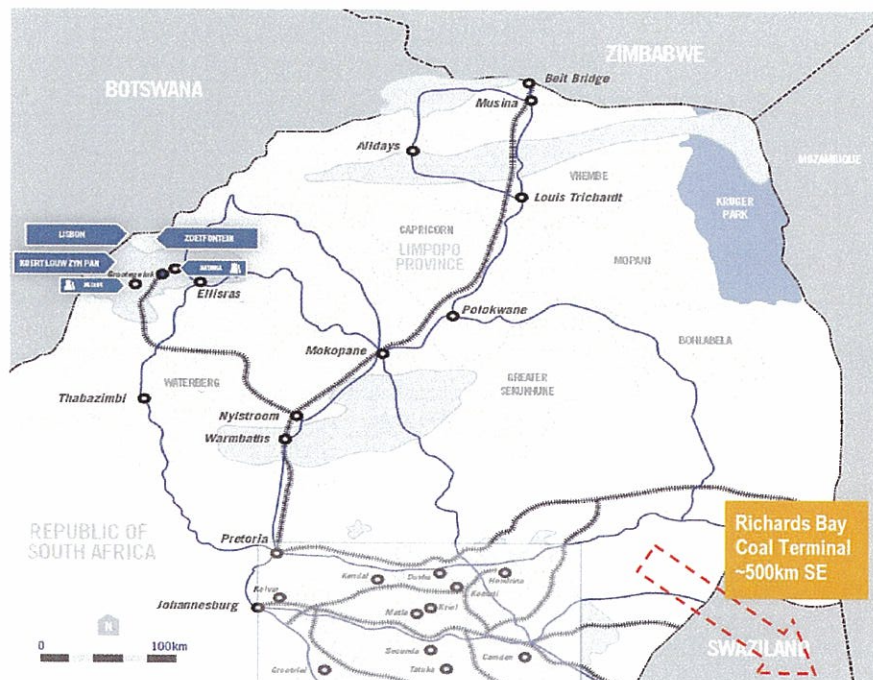
SOURCE Comdek announcements

Nearby Rail

Approximately 40km South East of Comdek's properties is a rail line servicing RBCT, that is currently undergoing expansion plans to increase export capacity to 91Mtpa (Expected completion in early 2009). The expansion gives higher preference to pro-BEE companies and Comdek will look to tender an application. Current spot prices out of RBCT are well above historical prices.

The Witbank power region is also connected via rail and the coalfields in this area are maturing with approximately 10-20 year mine life remaining. Total Witbank capacity is 40-50Mtpa and power stations will need new sources of coal.

Figure 3: Locality of existing power stations and railway infrastructure



SOURCE Comdek announcements

Power Crisis

Comdek is also looking to capitalise on the current power crisis in South Africa. Eskom, one of the world's largest utility companies, generates 95% of electricity in SA and is currently consuming more coal than planned. Eskom is currently operating at dangerously low inventory levels and is forecasting shortfalls over the long-term.

Additionally, approximately 10 power stations will be needed over the next 20 years and substantial coal sources, such as those from Comdek's properties, will be needed to supply these needs. Medupi power station, which is expected to be completed early 2011, will need more than 16Mtpa and is directly connected to Koert Louw Zyn Pan via road and is a possible destination for the 646.3 Mt resource.

Table 2: Eskom Power Capacity and Demand for the Period 2008 - 2014

Year	Forecast Demand (MW)	Ideal Operating Capacity (MW)	Shortfall (MW)
2008	38,287	44,030	4,682
2009	40,158	46,182	4,919
2010	41,671	47,922	4,767
2011	43,238	49,724	6,338
2012	44,655	51,365	7,026
2013	46,430	53,395	6,633
2014	48,624	55,918	6,794

SOURCE Comdek announcements

TASMANIAN COAL ACQUISITIONS

Ideally located, all projects are close to rail infrastructure with multiple port infrastructure options. Export coal price expectations are significantly higher than historic levels and these deposits may now present a very economic scenario.

EIL Acquisitions

On the 7th of February 2008, Comdek signed an agreement to acquire EIL for a consideration of 36M shares. EIL has applied for two coal projects located in Tasmania - Woodbury and Bonnie's Tier (Latrobe). These properties were previously owned by BHP and pre-JORC historical drilling indicates between 12 to 22 million tonnes of black bituminous thermal coal. Comdek believes that there is potential for significant upgrades to this resource and is targeting an initial resource of 100-160 million tonnes of thermal coal. This transaction remains subject to and conditional upon the granting of the exploration licences to EIL.

Tiger Coal Acquisitions

On the 27th of May 2008, Comdek signed an option to acquire Tiger Coal for a consideration of 75M shares. Tiger Coal has applied for the Jericho East and Jericho West Coal Projects. These properties were previously owned by Rio Tinto and pre-JORC historical tonnage is estimated to be 60 to 80Mt of black bituminous coal. Comdek believes that there is potential for significant coal discoveries and has set an initial exploration target of 240-300Mt of thermal coal. Jericho East and Jericho West cover an area of 22,000Ha and 22,300Ha, respectively, and are considered highly prospective.

Figure 4: Coal projects in Tasmania



SOURCE Comdek Announcements