

16 July 2013

Dear Shareholder,

The Board of Directors and Management of Altura Mining Limited would like to take this opportunity to update you on the current activities within your Company.

You may have observed that Altura's share price has fallen during 2013 in line with the generally bearish sentiment in the market in relation to resource companies, both producers and explorers. This sentiment follows on from current commodity pricing levels and future pricing speculation on key exports including coal and iron ore.

The Board of Altura firmly believes that the long term outlook is much more positive than current market attitude and as such we will continue to develop and operate our key holdings in coal and iron ore whilst actively seeking off-take partners for our world class Pilgangoora Lithium Project. In addition, the recent softening of the Australian Dollar will assist in balancing the returns from onshore developments such as the Mt Webber Iron Ore project.

With our one-third acquisition of the profitable Delta Coal operations in East Kalimantan, Altura has now progressed to the production phase as we focus on building an international mining business. Our recent decision to proceed to develop and mine the Mt Webber Iron Ore Project is an important step in our plan to deliver cashflow positive businesses during the next few years. Both the Delta Coal and Mt Webber projects are being funded without further raisings from our shareholders and we aim to pursue the development of our other projects in a similar fashion.

We continue to seek the statutory approvals for the expanded Tabalong Coal Project in South Kalimantan, but as announced in a previous ASX release there are some complications regarding overlapping forestry boundaries which we expect will be resolved in time. Altura is fortunate that both the Delta mine and the Tabalong tenements possess highly marketable medium to high grade coals which will ensure continued market acceptance.

Despite difficult economic conditions, Altura has continued on its planned growth path with the highlights in the last 12 months being:

- The expansion of the Tabalong Coal Project with the acquisition of an equity holding in two (2) highly prospective premium grade coal properties of PT Kodio Multicom (KM) and PT Marangkayu Bara Makarti (MBM).
- Delivery of the Scoping Study for the Altura Lithium Project at Pilgangoora with a Net Present Value of \$93.2 million.
- Purchase of a one-third interest in the Delta Coal operations in East Kalimantan enabling Altura to become a coal producer.

- The awarding of a coal exploration tenement in the Philippines.
- Decision to develop the Mt Webber Iron Ore Project in conjunction with managing partner Atlas Iron Limited (ASX: AGO).

Altura possesses a suite of first class assets in Coal, Iron Ore and Lithium coupled with a profitable exploration services group; however the Board of Altura believes that these assets are significantly undervalued by the market. The Company currently employs a permanent workforce of 124 staff across its operations but continues to maintain very low corporate overheads through the dedication and commitment of our team.

Our focus for the remainder of 2013 will be:

- Preparing to increase production to 2 million tonnes per annum from Delta Coal in 2014 without additional capital expenditure by optimising the current mining processes and fleet.
- Resolution of the forestry permitting at Tabalong Coal.
- Delivering a JORC compliant resource on the newly acquired KM & MBM tenements.
- Consulting with Atlas Iron to ensure the Mt Webber Iron Ore Project is developed as efficiently as possible.
- Progression of the Altura Lithium project to feasibility stage and then a decision to mine.
- Cash conservation and a review of non-core assets.

Altura's Directors and Management are committed to providing strong leadership and creating value for shareholders and we believe the path we have set for the Company is one that will build independently sustainable businesses that will deliver profitability, liquidity, growth and future dividends for our shareholders.

We thank you for your support and look forward to your continued interest in our exciting but challenging times ahead.

Kind regards
On behalf of the Board
James Brown
Managing Director