

January 13, 2009

ASX Announcement

Mineralogy to take up additional Waratah shares and prepares for compulsory acquisition

Please find attached an announcement by Mineralogy Pty Ltd.

For more information:

Professor Clive Palmer

T: +61 4090 44489

E-mail: mineralogy@mineralogy.com.au

Website: www.waratahcoal.com





MINERALOGY PTY LTD.

MINERALOGY TO TAKE UP ADDITIONAL WARATAH SHARES AND PREPARES FOR COMPULSORY ACQUISITION

Brisbane, Australia and Vancouver, Canada (January 6, 2009) – Mineralogy Pty Ltd. (“**Mineralogy**”) announced today that Mineralogy, through its wholly-owned subsidiary Mineralogy Canada Acquisition Corp. (“**MCAC**”), will take up an additional 1,294,661 common shares (the “**Shares**”) of Waratah Coal Inc. (“**Waratah**”, TSX-V/ASX: WCI), representing roughly 2.1% of the issued and outstanding Shares, under its offer (the “**Offer**”) to acquire all of the Shares of Waratah for \$1.60 per Share. Together with Shares previously purchased, Mineralogy and its affiliates will now own approximately 56,923,017 Shares, representing roughly 92.8% of the issued and outstanding Shares.

It was also announced that the Offer expired at 5:00 p.m. (Vancouver time) on January 5, 2009. In total, approximately 46,168,517 Shares were validly deposited to the Offer and all of those Shares have been or will be taken up by MCAC. The Shares taken up under the Offer will represent roughly 91.3% of the issued and outstanding Shares not owned by MCAC or its affiliates prior to the launch of the Offer.

Since MCAC will have acquired more than 90% of the Shares under the Offer, excluding those Shares already owned by MCAC or its affiliates prior to the launch of the Offer, MCAC intends to proceed with the compulsory acquisition of the remaining Shares for the same \$1.60 per Share consideration, as provided for in the *Business Corporations Act* (British Columbia). A notice of compulsory acquisition will be mailed to each of Waratah’s remaining shareholders shortly and will be available on www.sedar.com.

About Mineralogy

Mineralogy is a privately-held Australian resource company controlled by Professor Clive Palmer that is engaged in the exploration for and development of mineral resources. Mineralogy has extensive experience in implementing large-scale resource development projects in Australia. For more information about Mineralogy, visit the company’s website at www.mineralogy.com.au.

For further information, please contact Professor Clive Palmer at +61 4090 44489 or send inquires to mineralogy@mineralogy.com.au.

Forward Looking Information

This news release may contain forward looking statements, being statements which are not historical facts, including, without limitation, statements regarding the proposed acquisition of Waratah common shares by Mineralogy and discussion of future plans and objectives. There can be no assurance that such statements will prove accurate. Such statements are necessarily based on a number of estimates and assumptions that are subject to numerous risks and uncertainties that could cause actual results and future events to differ materially from those anticipated or projected. Mineralogy and Waratah disclaim any intention or obligations to revise or update such statements.