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12 October 2010

**ASX RELEASE/ MEDIA RELEASE**

**Peter Binnie appointed Manager Infrastructure of Bandanna Energy**

Bandanna Energy Limited (ASX:BND) is pleased to announce the appointment of Mr Peter Binnie as Manager - Infrastructure.

With more than 35 years industry experience, Mr Binnie will be an important addition to Bandanna's senior management as it moves from an explorer to a coal producer. Peter Binnie has worked in project management, mechanical and electrical engineering in the coal and metals sector. Most recently he was Vice President - Project Development for Waratah Coal in the development of its Galilee Basin project, located immediately to the north of Bandanna's South Galilee Project. Previously Peter Binnie has served as Engineering Manager for Carborough Downs Coal Management and as Project Development Manager with Xstrata at its Macarthur River mine.

Bandanna Energy Limited's Managing Director Dr Ray Shaw said "The addition of Peter to our management team will greatly facilitate our transition from explorer to producer through the development of our Dingo West, South Galilee and Golden Triangle Projects all of which are currently in prefeasibility".

Mr Binnie's appointment follows Bandanna Energy's inclusion in Stage 1 of the proposed Wiggins Island Coal Export Terminal (WICET) development at Gladstone giving Bandanna access to a 4 million tonnes per annum port allocation from early 2014.

Bandanna has JORC compliant resources exceeding 1.4 billion tonnes\* in its project portfolio including over 700 million tonnes\* in the Bowen Basin.

ENDS Further enquiries:

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## About Bandanna Energy Limited

Bandanna Energy Limited is a coal exploration company listed on the Australian Stock Exchange (Code: ASX – BND).

The company holds a large, mainly thermal, coal exploration portfolio in the highly prospective Galilee and Bowen Basins in Queensland.

### \* Statement of Compliance

The information compiled in this release from Bandanna Energy Limited, including any relating to resources, is based on information compiled by Gordon Saul, who is a member of the Australian Institute of Geoscientists and who is employed by Resolve Geo Pty Ltd. Gordon Saul has sufficient experience which is relevant to the style of mineralization and types of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the "Australian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves". Gordon Saul consents to the inclusion in this report of the matters based on his information and in the form and context in which it appears. Resolve Geo Pty Ltd is a shareholder in Bandanna Energy Limited.