

NEW HOPE CORPORATION LIMITED

QUARTERLY ACTIVITIES REPORT

31 October 2008

	3 Months to 31/10/08 Tonnes 000's	3 Months to 31/10/07 Tonnes 000's	Change
Raw Coal Production	2,314	2,050	+ 13%
Saleable Coal Production	1,263	1,118	+ 13%
Coal Sold	1,236	1,079	+ 15%

COAL OPERATIONS

Group saleable coal production for the 3 months to 31 October 2008 was 1.263 million tonnes, some 13% higher than the previous corresponding period in 2007. Production was higher at all mines during the quarter. Saleable coal production at New Acland was up 8% to 1.043 million tonnes compared with the first quarter of the prior year, New Oakleigh produced 172,000 tonnes, up 16% on the 3 months to the October 2007 production, and recommencement of mining at Jeebropilly yielded 48,000 tonnes in the quarter.

Coal sold for the quarter was 15% higher than the previous corresponding period due to higher export sales tonnages, while domestic sales were consistent with the corresponding quarter last year.

EXPLORATION

New Hope's exploration strategy continues to be directed toward evaluating open cut and underground coking coal resources in Central Queensland; open cut thermal coal in South East Queensland and evaluating coals as potential sources of gasification and liquefaction. Our exploration activities during the past quarter include the following:

The New Saraji Project ownership change from New Hope to the BHP Mitsubishi Alliance (BMA) is now complete. All of our exploration rehabilitation has been completed, and all statutory obligations have been transferred to BMA.

Our Central Queensland focus is now transferring to the Lenton Project with preparation of target areas and the deployment of drilling and geological assets to the project area.

The remaining efforts during the quarter have been directed at our mine operational areas in South East Queensland. Additional drilling at New Acland has improved the geological

model interpretations ahead of mine planning updates for proposed future mine expansions.

Further drilling at Jeebropilly has supported the redevelopment of mining operations at West Moreton. Similarly we have commenced drill evaluations of the potential remaining resources at New Oakleigh held under existing mining tenures.

Finally, New Hope has been granted tenure of the two exploration licence application areas in Tasmania which will be evaluated next year.