Grande Cache Coal

Corporate Presentation

August 2011

Reader Advisory

In the interest of providing Grande Cache Coal Corporation's ("Grande Cache Coal" or "GCC") shareholders and potential investors with information regarding Grande Cache Coal, including management's assessment of Grande Cache Coal's future plans and operations, certain statements in this presentation are "forward-looking statements" within the meaning of applicable Canadian securities legislation. In some cases, forward-looking statements can be identified by terminology such as "anticipate", "believe", "continue", "could", "estimate", "expect", "forecast", "intend", "may", "objective", "ongoing", "outlook", "potential", "project", "plan", "should", "target", "would", "will" or similar words suggesting future outcomes, events or performance. The forward-looking statements contained in this presentation speak only as of the date of this document and are expressly qualified by this cautionary statement.

Specifically, this presentation contains forward-looking statements relating to: anticipated sales volumes of metallurgical coal in fiscal 2012; anticipated costs in fiscal 2012, management of coal production in fiscal 2012, anticipated future production levels; future pricing; future development activities and related capital expenditures.

These forward-looking statements are based on certain key assumptions regarding, among other things: no material disruption in production; no material variation in anticipated coal sales volumes; no material variations in markets and pricing of metallurgical coal other than anticipated variations; no material variation in the anticipated timing of equipment delivery; continued availability of and no material disruption in rail service and port facilities; no material delays in the current timing for completion of ongoing projects; financing will be available on terms favourable to the Corporation; no material variation in historical coal purchasing practices of customers; coal sales contracts will be entered into with new customers; parties execute and deliver contracts currently under negotiation; and no material variations in the current regulatory environment. The reader is cautioned that such assumptions, although considered reasonable by Grande Cache Coal at the time of preparation, may prove to be incorrect.

Actual results achieved during the forecast period will vary from the information provided herein as a result of numerous known and unknown risks and uncertainties and other factors. Such factors include, but are not limited to: changes in general economic, market and business conditions; uncertainties associated with estimating the quantity and quality of coal reserves and resources; commodity prices, currency exchange rates, the availability of credit facilities for capital expenditure requirements, debt service requirements; dependence on a single rail system; changes to legislation; liabilities inherent in coal mine development and production; competition for, among other things, capital, acquisitions of reserves, undeveloped lands and skilled personnel; geological, mining and processing technical problems; ability to obtain required mine licenses, mine permits and regulatory approvals required to proceed with mining and coal processing operations; ability to comply with current and future environmental and other laws; actions by governmental or regulatory authorities including increasing taxes and changes in other regulations; and the occurrence of unexpected events involved in coal mine development and production; and other factors, many of which are beyond the control of Grande Cache Coal. These risk factors are discussed in Grande Cache Coal's Annual Information Form for the fiscal year ended March 31, 2010, as filed with Canadian securities regulatory authorities.

There is no representation by Grande Cache Coal that actual results achieved during the forecast period will be the same in whole or in part as those forecast and Grande Cache Coal does not undertake any obligation to update publicly or to revise any of the included forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by applicable securities law.

Grande Cache Coal's fiscal year end is March 31. Amounts are in Canadian dollars unless otherwise stated.

Overview

A pure play metallurgical coal mining company with resources in excess of 235 million tonnes.

Stock symbol:	TSX:GCE
Shares issued:	98.3 M
Fully Diluted:	100.9 M
52-week High/Low:	$11.93 - $4.95*
Market cap:	$679.25 M*
Cash	$21 M
Working Capital	$49 M

Virtually No Debt, No Major Stakeholders

As at June 30, 2011 * As at August 16, 2011

Source: The Globe and Mail

Strategy

Organic growth through increased production of existing resources

- 98 million proven and probable reserves
- 346 million tonnes of resource

Lower Costs

- New Equipment
- Facility and process improvement

Maintain strong financial position

- Increased cash flow
- Balance sheet strength

No Harm

- Safety
- Environment

Pursue accretive acquisition opportunities

Investment Highlights

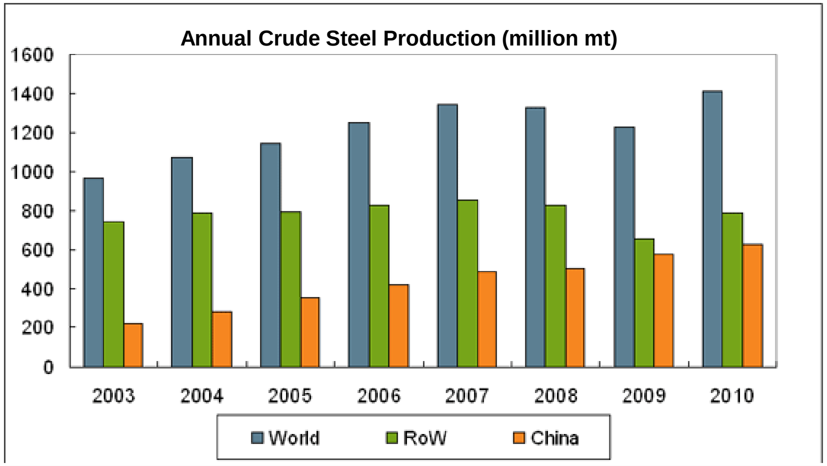
- GCC offers a high degree of leverage to coking coal markets
- Tight supply environment for seaborne coking coal resulting in strong prices for metallurgical coal products
- Medium to longer term market fundamentals remain favorable as new supply is limited and challenging due to location, infrastructure, safety and cost issues
- Production growth from F2010 levels of 1.7 million tonnes to an annual run rate of 3.5 million tonnes by the end of fiscal 2013

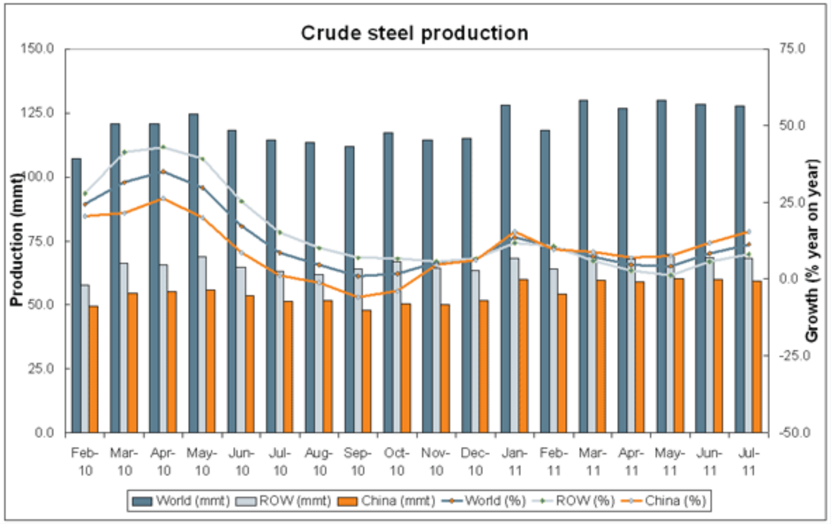
Factors Driving the Metallurgical Coal Market

- Economic Growth
  - China and India continue to lead world economic growth
  - Steel production in Japan, Korea, Germany and Brazil has recovered from declines in 2008/2009
- China produces approximately 50% of world steel production
  - China imported 47 million tonnes of metallurgical and injection coal in 2010, an increase of 38% year over year
  - China domestic supply constrained by safety, quality and environmental issues, transportation and logistics congestion and rising costs
- Rising capital costs for met coal projects will support longer-term coking coal prices
- Significant supply disruption in Australia and to lesser extent in Canada
- Continued constraints on new supply from existing and emerging coalfields
  - Infrastructure constraints in traditional supply regions continue
  - Significant new coal production several years away (i.e. Mozambique – 2013)
- Increased M&A activity worldwide

Global Steel Market

- Global steel production has increased since April 2009
- Approximately 50% of the world steel production capacity is in China
- World Steel Association reported 15% increase in world steel production to 1,414 million metric tonnes in 2010





Source: World Steel Association

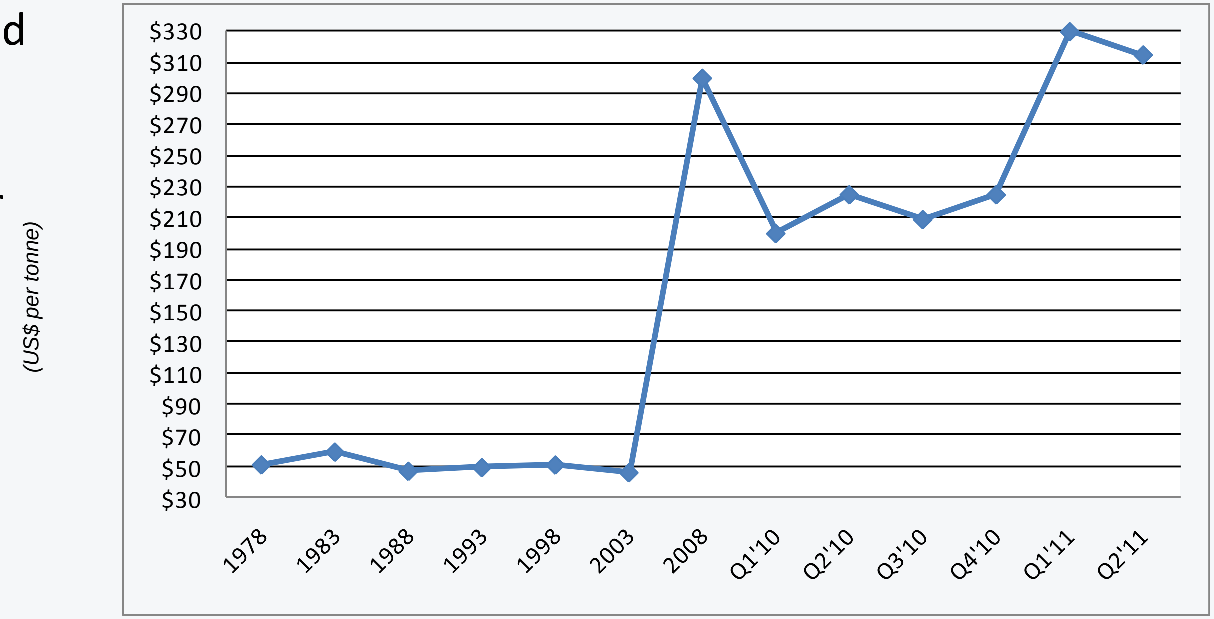
Port Certainty

- Handling agreement with Westshore to exclusively handle all GCC coal that it ships through a West Coast Port until March 31, 2022
- Allows for increased volumes of production from GCC mine expansion program underway

- Westshore is largest bulk commodities port on West Coast of Americas with annual throughput capacity of 28 million tonnes
- Westshore recently announced an expansion program to increase throughput capacity to 33 million tonnes

Benchmark Hard Coking Coal Price

- Quarterly pricing was introduced and accepted in 2010
- Market demand and supply remains tight for HCC
- Benchmark Price
  - FY 10-Q1 US $200
  - FY 10-Q2 US $225
  - FY 10-Q3 US $209
  - FY 10-Q4 US $225
  - FY 11-Q1 US $330
  - FY 11-Q2 US $315



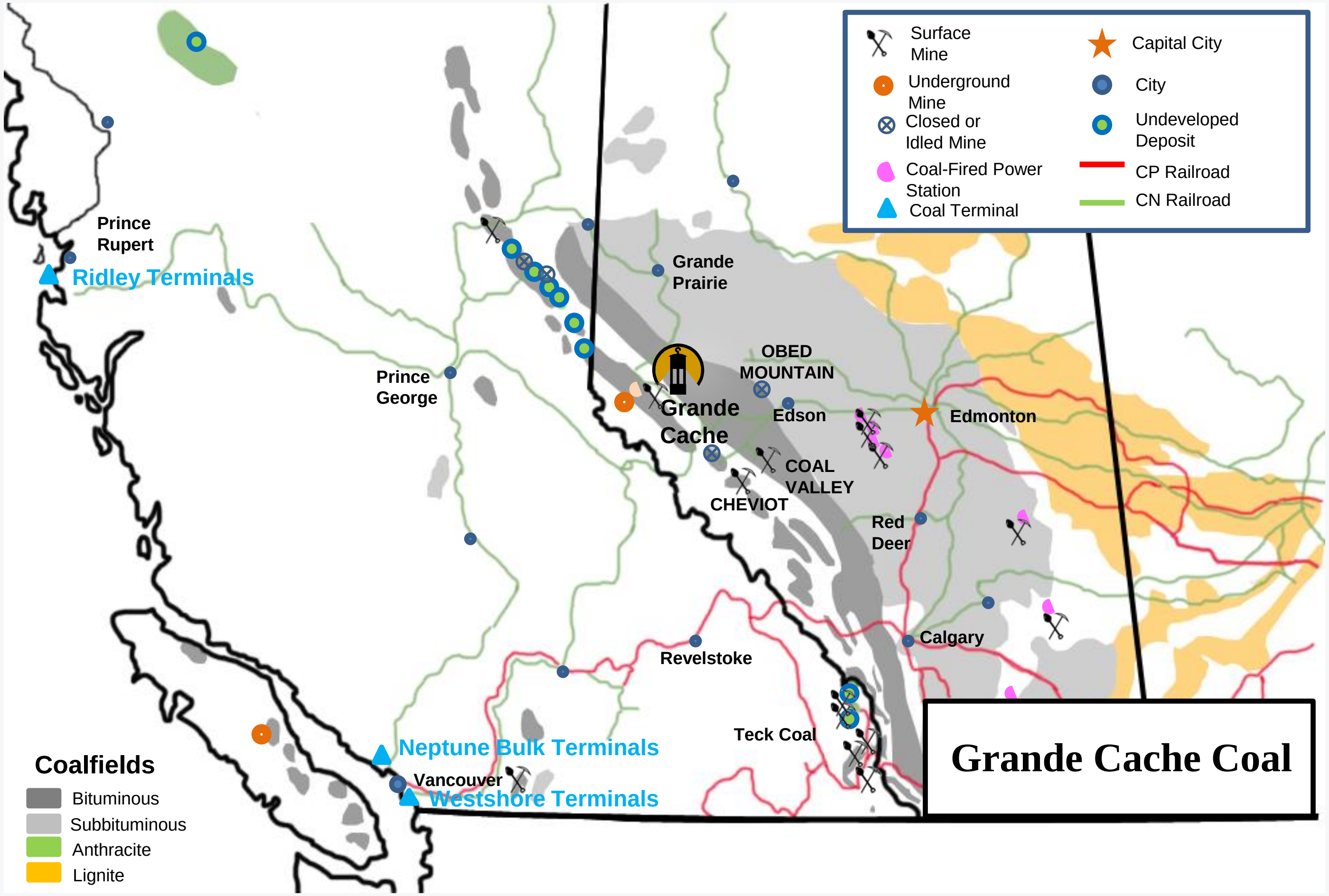
Major Coking Coal Supply Regions

Increasing costs, infrastructure constraints and political uncertainty highlight obstacles in coking coal supply.

Coal Operations In Western Canada

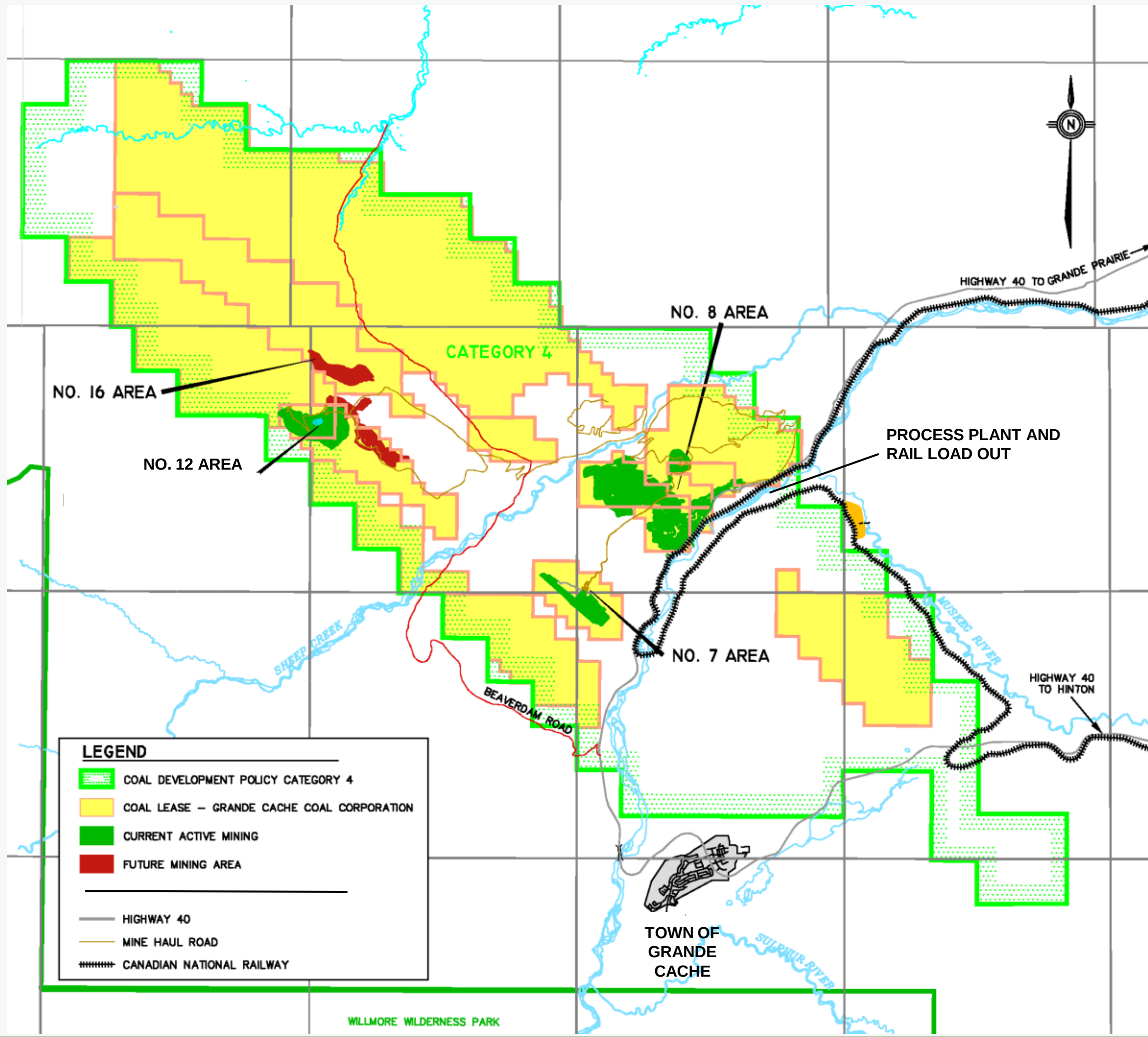
Grande Cache Coal

- Product is railed via CN Rail
- Westbound coal is exported via Westshore Terminals in Vancouver, BC
- CN Rail can access Ridley Terminals



Mining Operations

- Over 22,000 hectares of coal leases held
- Operating both surface & underground mines
- Process facility has annual capacity of +3.0 million mt
- Historically over 3.5 million mt annually has been produced
- Employment for over 625 individuals on a full time basis
- Labour agreement through to May 2015



Reserves & Resources

	Status	(ROM)	Saleable	Indicated & Inferred
No. 7 Underground	Production	0.95	0.68	1.1
No. 12 South B2 Underground	Approval Pending	8.21	5.85	12.3
No. 8 Surface	Development Production	24.97	17.09	61.7
No. 12 South A	Approval Pending	11.02	7.85	35.5
No. 16 East	Application Pending	29.31	21.37	98.2
No. 12 North	Drilling Program Planned	43.47	31.11	57.3
No. 2 Area	Application Pending	18.95	13.57	75.8
Total		**136.88**	**97.52**	**341.9**

Source: NI 43-101 June 27, 2011

Statistics

	Actual Results				Guidance
(Fiscal Year April 1 – March 31)	FY 2009	FY 2010	FY 2011	FQ1 2012	12 Months Ending 3-31-2012
Clean coal production (million tonnes)	1.31	1.74	1.41	0.41	
Coal sales (million tonnes)	1.06	1.77	1.55	0.39	2.2-2.4
Average sales price (US$/tonne) (MET Coal)	210	125	178	227	
Average sales price (CDN$/tonne) (All Coal)	234	132	172	203	
Average cost of sales ($/tonne)	119	100	127	125	125 - 130
Net income ($ million)	106.2	20.1	27.7	7.2	
Shares outstanding (million)	96.1	97.0	98.3	98.3	

Balance Sheet Summary

GCC has focused on maintaining a strong balance sheet, has minimal long term debt and $21 million cash on hand at June 30, 2011

Millions	June 30 2011	March 31 2011	April 1 2010
Current assets	90.8	96.0	156.8
Non-current assets	348.0	338.4	180.9
Current liabilities	41.9	44.8	32.5
Long term liabilities	105.8	105.9	54.4
Shareholder’s equity	291.0	283.6	250.8

Prepared in accordance with IFRS

Analyst Coverage

GCC is currently followed by 9 analysts

- RBC Capital Markets – Robin Kozar
- BMO Capital Markets – Meredith Bandy
- CIBC World Markets – Alec Kodatsky
- UBS Securities Inc. – Chris Lichtenheldt
- Canaccord Capital – Gary Lampard
- Cormark Securitites Inc. – Cliff Hale-Sanders
- Salman Partners – Mike Plaster
- Paradigm Capital – David Davidson
- Scotia Capital – Jackie Przybylowski

Directors & Management

DIRECTORS:

Robert G. Brawn, Chairman (1) (2)
Barry T. Davies (3)
Donald J. Douglas (1) (2)
John R. Morgan (3)
Nicholas G. Kirton (1) (2)
Robert H. Stan (3)

Legal Counsel:
Burnet, Duckworth & Palmer LLP
Auditors:
PricewaterhouseCoopers LLP
Transfer Agent & Registrar:
Computershare Trust Company of Canada
Stock Exchange Listing:
Toronto Stock Exchange

(1) Member Of Audit Committee
(2) Member Of Compensation, Nominating and Corporate Governance Committee
(3) Member of Committee for Reserves

OFFICERS:

Robert H. Stan
President and Chief Executive Officer
Ian Bootle
Vice President, Finance and Chief Financial Officer
Lloyd E. Metz
Vice President, Operations and Development
Eugene Nagai
Vice President, Marketing and Transportation
Tom Pierce
Vice President, Business Development
Denis Doucet
General Manager, Grande Cache Operations
Kevin Wade
Controller
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Corporate Secretary

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