



**NATIONAL INSTRUMENT 62-103
REPORT FILED BY ELIGIBLE INSTITUTIONAL INVESTOR
UNDER PART 4**

Report for the period ending February 29th, 2012.

(a) Name and Address of the eligible institutional investor:

AGF Investments Inc. (“AGF Investments”)
Toronto Dominion Bank Tower
66 Wellington Street West, 31st Floor
Toronto, Ontario M5K 1E9

(b) Net Increase or decrease in the number or principal amount of securities, and in the eligible institutional investor's security holding percentage in the class of securities, since the last report filed by the eligible institutional investor under Part 4 or the early warning requirements:

This is a report filed by AGF Investments Inc. (“AGF Investments”) for the purpose of reporting the acquired 13,331,292 shares of **Royal Coal Corp.** (the “Reporting Issuer”). For the period since the last report AGF Investments acquired 13,331,292 shares and the Reporting Issuer increased the number of its outstanding shares by 11,240,680. These two activities results in the overall decrease of securities held by AGF Investments to 9.169% of the outstanding shares of the Reporting Issuer.

(c) Designation and number or principal amount of securities and the eligible institutional investor's security holding percentage in the class of securities at the end of the month for which the report is made:

24,571,972 shares of the Reporting Issuer representing 9.169% of the issued and outstanding shares of the Reporting Issuer.

(d) Designation and number or principal amount of securities and the percentage of outstanding securities referred to in paragraph (c) over which

(i) the eligible institutional investor, either alone or together with any joint actors, has ownership and control:

None

(ii) the eligible institutional investor, either alone or together with any joint actors, has ownership but control is held by other entities other than the eligible institutional investor or any joint actor:

None

(iii) the eligible institutional investor, either alone or together with any joint actors, has exclusive or shared control but does not have ownership:

24,571,972 shares of the Reporting Issuer representing 9.169% of the outstanding shares of the Reporting Issuer.

(e) The purpose of the eligible institutional investor and any joint actors in acquiring or disposing of ownership of, or control over, the securities, including any future intention to acquire ownership of, or control over, additional securities of the Reporting Issuer:

The securities were acquired in the ordinary course of business, for investment purposes only and not for the purpose of exercising control or direction over the Reporting Issuer. AGF Investments managed accounts may from time to time acquire additional units, dispose of some or all of existing or additional units or may continue to hold the units.

(f) The general nature and the material terms of any agreement, other than lending arrangements, with respect to securities of the Reporting Issuer entered into by the eligible institutional investor, or any joint actor, and the Reporting Issuer of the securities or any other person or company in connection with any transaction or occurrence resulting in the change in ownership or control giving rise to the report, including agreements with respect to the acquisition, holding, disposition or voting of any of the securities:

Not applicable.

(g) The names of any joint actors in connection with the disclosure required by Appendix G of National Instrument 62-103:

Not applicable.

(h) If applicable, a description of any change in any material fact set out in a previous report by the eligible institutional investor under the early warning requirements or Part 4 of National Instrument 62-103 in respect of the Reporting Issuer's securities:

None

(i) A statement that the person or company is eligible to file reports under Part 4 of National Instrument 62-103 in respect of the Reporting Issuer:

I certify that AGF Investments is an eligible institutional investor eligible to file reports under Part 4 of National Instrument 62-103. Neither AGF Investments nor any of its managed accounts presently intend to:



(1) Make a formal take-over bid for securities of the Reporting Issuer,
or

(2) Propose a reorganization, amalgamation, merger arrangement or similar business combination with the Reporting Issuer that if completed would reasonably be expected to result in AGF Investments or its managed accounts either alone or together with any joint actors, possessing effective control over the Reporting Issuer or a successor to all or part of the business of the Reporting Issuer.

Signed "*Jacqueline Sanz*"(signed)
Signature

Jacqueline Sanz, Chief Compliance Officer
Name and Title

(416) 815-6225
Telephone

March 9, 2012
Date

AGF Investments Inc.
Eligible Institutional Investor

