

Form 51-102F3
MATERIAL CHANGE REPORT

1. Name and address of the Company.

ROYAL COAL CORP. (the "Company")
70 York Street, Suite 1410
Toronto, ON M5J 1S9

2. Date of Material Change.

March 31, 2011

3. News Release.

A press release disclosing the material change was released on March 31, 2011, through the facilities of Marketwire.

4. Summary of Material Change.

The Company announced that it has retired its previously reported obligation to pay a US\$2.00/ton royalty to Juno Special Situations Corporation ("Juno"), which royalty had a remaining aggregate amount payable of approximately US\$6.4 million (the "Royalty Retirement Amount"). As a result, the future amount owing under this royalty was reduced to zero. Juno used the full amount of the royalty payment to repay an arm's length lender in an amount equal to the Royalty Retirement Amount. Juno originally borrowed from the third party lender in September 2009 on the Company's behalf in order to provide the Company with the financing required by it to acquire and put into production the Company's Big Branch Mine located in eastern Kentucky, U.S.A.

The material change is fully described in the Company's press release which is attached as Schedule "A" and is incorporated herein.

5. Full Description of Material Change.

A full description of the material change is contained under Item 4.

6. Reliance on subsection 7.1(2) or (3) of National Instrument 51-102.

The report is not being filed on a confidential basis.

7. Omitted Information.

No significant facts have been omitted from this Material Change Report.

8. Executive Officer.

Thomas Griffis, Chairman.

9. Date of Report.

This report is dated at Toronto, this 4th day of April, 2011.

ROYAL COAL CORP.

Per: "Tom Griffis"
Thomas Griffis, Chairman



ROYAL COAL CORP.
70 YORK STREET, SUITE 1410
TORONTO, ONTARIO
M5J 1S9
PH (416) 861-8775
FX (416) 867-9820
WWW.ROYALCOAL.COM

ROYAL COAL RETIRES \$6.4 MILLION ROYALTY

Toronto, Ontario – March 31, 2011 – Royal Coal Corp. (TSX VENTURE:RDA) (FRANKFURT:RLC) (“Royal Coal” or the “Company”) announces that it has retired its previously reported obligation to pay a US\$2.00/ton royalty to Juno Special Situations Corporation (“Juno”), which royalty had a remaining aggregate amount payable of approximately US\$6.4 million (the “Royalty Retirement Amount”). As a result, the future amount owing under this royalty was reduced to zero.

Juno used the full amount of the royalty payment to repay an arm’s length lender in an amount equal to the Royalty Retirement Amount. Juno originally borrowed from the third party lender in September 2009 on the Company’s behalf in order to provide Royal Coal with the financing required by it to acquire and put into production the Company’s Big Branch Mine located in eastern Kentucky, U.S.A.

“With \$48.5 million in new capital realized through our recently completed special warrant offering and our coal purchase agreements, Royal Coal has been in the enviable position of being able to repay over \$19 million of debt, while also implementing plans for production expansion at Big Branch in a rising price environment for thermal coal” commented Tom Griffis Chairman of Royal Coal. “Now with the retirement of the \$2.00/ton royalty complete, cash flow will be even stronger as coal production increases at Big Branch and is absent of the previous \$2.00/ton royalty which has now been retired in full.”

About Royal Coal

Royal Coal is a coal exploration and production company, headquartered in Toronto, Ontario, Canada with a regional office in Hazard, Kentucky, U.S.A. whose primary business focus is developing producing surface coal mining operations in the Central Appalachian coal producing region of the United States, which includes parts of West Virginia, Virginia, Kentucky, Ohio, and Tennessee.

For further information contact Tom Griffis, Chairman of Royal Coal, at (416) 861-8775 or Richard Buzbuzian, Investor Relations, at (647) 501-3290.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.