

20 February 2019

Mr Alex Sutton
Compliance Adviser, Geology, Listings Compliance
ASX Compliance Pty Ltd

By email: alex.sutton@asx.com.au

Dear Alex,

Appendix 4C Query

I refer to your letter of 18 February 2019 in relation to the Appendix 4C report lodged with ASX on 22 January 2019. Responses to the questions in your letter are set out below.

1. MHD expects that it will continue to have negative operating cash flows in the short to medium term as it further develops its business strategy and incorporates new business operations.
2. On 1 February 2019, MHD announced to the market of the settlement of 47 Brookes Street Bowen Hills Property on 31 January 2019, pursuant to the resolution passed at the AGM of shareholders held on 8 November 2018. Cash proceed from the sale will be used to repay all the debts, remaining cash balance (approximately \$200,000) will be used to fund the cash requirements of MHD for at least 12 months. In addition, MHD has the full support of its directors and shareholders, further capital raising will be required as MHD incorporates its new business operations in 2H 2019. (Subject to ASX approval)
3. MHD expects to be able continue its operations and to meet its business objectives as stated in #2.
4. MHD is in compliance with its obligations under Listing Rule 3.1.
5. This letter and MHD's responses have been approved by the Board of Directors.

MHD has no objection to ASX releasing this letter on the ASX Market Announcements Platform under Listing Rule 18.7A.

Yours sincerely,

On behalf of the Board,



Ying Huang
Company Secretary
Email: yinghuang@millenniumltd.com.au



18 February 2019

Mrs Ying Huang
Company Secretary
Millenium Limited
Unit 9U
175 Lower Gibbs St
Chatswood NSW 2067

By email:

Dear Mrs Huang

Millenium Limited ('MHD'): Appendix 4C Query

ASX refers to MHD's Appendix 4C quarterly report for the period ended 31 December 2018 lodged with the ASX Market Announcements Platform and released on 22 January 2019 (the 'Appendix 4C').

ASX notes that MHD has reported:

- negative net operating cash flows for the quarter of \$33,000;
- cash at the end of the quarter of \$42,000; and
- estimated cash outflows for the next quarter of \$70,000.

It is possible to conclude, based on the information in the Appendix 4C, that if MHD were to continue to expend cash at the rate indicated by the Appendix 4C, MHD may not have sufficient cash to continue funding its operations.

Request for Information

In view of that, ASX asks MHD to answer separately each of the following questions and provide the following confirmations in a format suitable for release to the market under Listing Rule 18.7A:

1. Does MHD expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has MHD taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
3. Does MHD expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. Please confirm that MHD is complying with Listing Rule 3.1 and that there is no information that should be given to ASX about its financial condition under that rule that has not already been released to the market.
5. Please confirm that MHD's responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy or otherwise by its board or an officer of MHD with delegated authority from the board to respond to ASX on disclosure matters.

Please also provide any other information that MHD considers may be relevant to ASX forming an opinion on whether MHD is complying with Listing Rule 12.2 that a listed entity's financial condition must, in ASX's opinion, be adequate to warrant the continued quotation of its securities and its continued listing.

When and where to send your response

This request is made under Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by no later than **4:00 PM AEDT Thursday, 21 February 2019**

If we do not have your response by then, ASX will have no choice but to consider suspending trading in MHD's securities under Listing Rule 17.3. You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, MHD's obligation is to disclose the information "immediately". This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market. Your response should be sent to me by e-mail at ListingsComplianceSydney@asx.com.au. It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Listing Rule 3.1 and 3.1A

Listing Rule 3.1 requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. Exceptions to this requirement are set out in Listing Rule 3.1A. In responding to this letter, you should have regard to MHD's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*. It should be noted that MHD's obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond to this letter by the time specified above, you should discuss with us whether it is appropriate to request a trading halt in MHD's securities under Listing Rule 17.1. If you wish to request a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

Enquiries

If you have any queries or concerns about any of the above, please contact me immediately.

Kind regards

Alex Sutton

Compliance Adviser, Geology, Listings Compliance (Sydney)