



ABN 39 151 155 207

19 October 2020
Simon Barcham
ASX Limited
Level 40, 152 – 158 St Georges Terrace
PERTH WA 6000

By email: ListingsCompliancePerth@asx.com.au

Attention: Simon Barcham, Adviser, Listings Compliance (Perth)

Dear Mr Barcham,

Estrella Resources Limited ('ESR'): Response to ASX Price and Volume Query

We refer to your letter dated 16 October 2020 and as requested, we set out below the Company's response to your queries (using the numbering and lettering in your letter) as follows:

1. No.
2.
 - a) Not applicable.
 - b) Not applicable.
 - c) Not applicable.
3. On 8 October 2020 the Company announced that it had intersected 2.9m of massive nickel-copper sulphide mineralisation in diamond core hole CBDD030 at its Carr Boyd Nickel Project titled 'Significant Massive Nickel Sulphide Discovery at Carr Boyd'. This intersection was a significant breakthrough in the development of the T5 Prospect at Carr Boyd. Following this announcement the Company has received significant interest from potential investors and has provided the details contained in the 8 October 2020 announcement to numerous parties including those attending the Diggers and Dealers Mining conference last week in Kalgoorlie and has received a good response from these parties, including increased broker awareness and coverage.

Over the weekend, the Company has received the final data from a DHTM (Downhole Transient Electromagnetic) to survey the discovery hole, as disclosed in the announcement on 8 October 2020. The Company is currently finalising the interpretation of this data and expects results of the DHTM survey to be released to the market upon coming out of the current trading halt.

Furthermore the Company has submitted the discovery drill core mineralised intersection to be assayed with a third party laboratory and expects these results to be received in approximately 3 weeks.

4. The Company confirms that it is complying with the Listing Rules and, in particular, Listing Rule 3.1.

ESR ensures confidentiality and security by adopting the following procedures in conjunction with its contractors (who are bound by contractual confidentiality provisions):

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- The 5 core trays were loaded in Kalgoorlie by the Company's Geological Consultants Geolithic Geological Services and CEO Chris Daws into the car of ALS Lab manager, and securely transported straight to ALS lab in Perth.
- They have been received at ALS and will be ¼ core cut and sampled by ALS trained technicians as per a cut sheet/sample sheet that was supplied by Geolithic.
- The samples have been requested as a Premium Rush service to ensure as quick a turnaround as possible given the current industry pressures.
- The remaining trays above and below the ore zone were ½ core cut by Geolithic Personnel in Kalgoorlie and were submitted to ALS in Kalgoorlie on 16/10/2020. These particular samples are being transported to ALS in Perth for routine assaying and are anticipated to take 4-5 weeks before these results are available for release to the market.

5. The Company confirms that the responses have been approved by the Board of Directors of ESR.

Yours faithfully

Chris Daws
Chief Executive Officer



16 October 2020

Reference: 26140

Mr David McEntaggart
Company Secretary
Estrella Resources Limited

By email:

Dear Mr McEntaggart

Estrella Resources Limited ('ESR'): Price and Volume - Query

ASX refers to the following:

- A. The change in the price of ESR's securities from a low of \$0.099 to an intraday high of high of \$0.16 today.
- B. The significant increase in the volume of ESR's securities traded today.

Request for information

In light of this, ASX asks ESR to respond separately to each of the following questions and requests for information:

1. Is ESR aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain the recent trading in its securities?
2. If the answer to question 1 is "yes".
 - (a) Is ESR relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1? Please note that the recent trading in ESR's securities would suggest to ASX that such information may have ceased to be confidential and therefore ESR may no longer be able to rely on Listing Rule 3.1A. Accordingly, if the answer to this question is "yes", you need to contact us immediately to discuss the situation.
 - (b) Can an announcement be made immediately? Please note, if the answer to this question is "no", you need to contact us immediately to discuss requesting a trading halt (see below).
 - (c) If an announcement cannot be made immediately, why not and when is it expected that an announcement will be made?
3. If the answer to question 1 is "no", is there any other explanation that ESR may have for the recent trading in its securities?
4. Please confirm that ESR is complying with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that ESR's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of ESR with delegated authority from the board to respond to ASX on disclosure matters.

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 AWST Friday, 16 October 2020**. 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, ESR'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 and may require ESR to request a trading halt immediately.

Your response should be sent to me by e-mail at **ListingsCompliancePerth@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.

Trading halt

If you are unable to respond to this letter by the time specified above, or if the answer to question 1 is "yes" and an announcement cannot be made immediately, you should discuss with us whether it is appropriate to request a trading halt in ESR's securities under Listing Rule 17.1. If you wish 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 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*.

Suspension

If you are unable to respond to this letter by the time specified above, ASX will likely suspend trading in ESR's securities under Listing Rule 17.3.

Listing Rules 3.1 and 3.1A

In responding to this letter, you should have regard to ESR'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 ESR'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.

Release of correspondence between ASX and entity

We reserve the right to release a copy of this letter, your reply and any other related correspondence between us to the market under Listing Rule 18.7A.

Questions

If you have any questions in relation to the above, please do not hesitate to contact me.

Yours sincerely

Simon Barcham
Listings Compliance (Perth)