



27 November 2017

Mr Dale Allen
Senior Adviser
ASX Listings Compliance (Perth)
Level 40, Central Park
152-158 St Georges Terrace
PERTH WA 6000

By email: Dale.Allen@asx.com.au and tradinghaltspert@asx.com.au

Dear Mr Allen

Redstone Resources Limited ("Redstone" or the "Company"): Price Query

I refer to your letter dated 23 November 2017 and the Company responds to the questions raised in your letter as follows:

1. Yes, the Company advises that they are in receipt of geochemical assay results from a first pass 5m composite sampling program of 5 RC holes drilled into the EM1A EM anomaly (**EM1A**) within Redstone's West Musgrave Project (the "**Project**") in September this year.

This drilling program and the initial geological observations were announced to the market on 9 October 2017. All other material geochemical results from the 2017 drilling program on the Project were announced to the market on 31 October 2017.

The results of the EM1A geochemistry in question have now been returned to Redstone's external geological consultants who are still examining the data. The geochemistry has confirmed the intersection of sulphides as observed and announced previously (ASX release 9 October 2017). Further examination and analytical work is required to ascertain the significance of the trace element geochemistry for the next phase of exploration. Redstone expects this work to be completed by the first quarter of 2018.

2. Yes, the Company was relying on the exception under Listing Rule 3.1A whilst it was assessing the draft assay results for EM1A. At the request of ASX, during the morning of 23 November 2017, the Company called an intraday trading halt in the securities of RDS.

An ASX announcement regarding the assay results for EM1A at the Project has been lodged with ASX today.



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3. Not applicable
 4. The Company will be in compliance with the Listing Rules and, in particular, Listing Rule 3.1 once the announcement of 27 November 2017 is released to market.
 5. The Company's responses to the questions above have been authorised and approved by an officer of the Company with delegated authority from the board to respond to ASX on disclosure matters.

Yours sincerely,

Miranda Conti
Company Secretary



23 November 2017

Miranda Conti
Redstone Resources Limited
60 Havelock Street
WEST PERTH WA 6005

By email

Dear Ms Conti

REDSTONE RESOURCES LIMITED ("RDS"): ASX PRICE AND VOLUME QUERY

We note the change in the price of RDS's securities from a closing price of \$0.013 on Wednesday, 22 November 2017, to an intra-day high at the time of writing of \$0.024 today, Thursday, 23 November 2017.

We also note an increase in the volume of RDS's securities traded in the past few days.

In light of this, ASX asks RDS to answer separately each of the following questions and provide the following confirmations in a format suitable for release to the market in accordance with Listing Rule 18.7A:

1. Is RDS 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 RDS relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in RDS's securities would suggest to ASX that such information may have ceased to be confidential and therefore RDS 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 RDS may have for the recent trading in its securities?
4. Please confirm that RDS is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

5. Please confirm that RDS'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 RDS 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, and in accordance with, Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, **by not later than 10.00 am (WST) today, Thursday, 23 November 2017**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in RDS'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, RDS'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 tradinghaltspert@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 Rules 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 RDS'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 RDS'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, 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 RDS'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 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*.

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

Yours sincerely

[Sent electronically without signature]

Sebastian Bednarczyk
Senior Adviser, ASX Listings Compliance (Perth)