

4 December 2017

EPM0C0R\ASX\C374

Mrs E Harris
Senior Adviser, Listings Compliance (Perth)
ASX Compliance Pty Limited
Level 40 Central Park
152-158 St Georges Terrace
PERTH WA 6000

BY EMAIL

Dear Elizabeth

Price and Volume Query

Reference is made to the correspondence dated 4 December 2017 from ASX Compliance Pty Ltd regarding the price and volume movements of Eclipse Metals Limited (**the Company**). The Company advises the following:

1. No, the Company is not aware of any further information that has not already been announced which might explain the recent trading in the Securities of the Company.
2. Not applicable
3. There is no other explanation of which the Company is aware for the recent trading in securities.

The Company received on 1 December 2017, quotation from the preferred drilling contractor for the Mary Valley Manganese Project. The drilling contractor has advised there is an opportunity to commence the drilling program at Mary Valley during the week commencing 11 December 2017 subject to weather conditions.

The Company and the drilling contractor are currently discussing the logistics of drilling and the potential timing of drill rig mobilisation. There is currently heavy rain in the Mary Valley and surrounding areas which will hamper deployment and therefore commencement.

4. The Company confirms it is in compliance with the Listing Rules and in particular, Listing Rule 3.1.
5. The Company's responses to the questions raised by this price and volume query have been authorised and approved in accordance with its published continuous disclosure requirements. For this particular response the Chairman and one (1) Non-Executive have the delegated authority to respond.



Eryn Kestel
Company Secretary

Eclipse Metals Ltd is an Australian exploration company focused on exploring the Northern Territory and Queensland for multi commodity mineralisation. The company has an impressive portfolio of assets prospective for gold, manganese, base metals and uranium mineralisation. The Company's mission is to increase Shareholder wealth through capital growth and ultimately, dividends. Eclipse plans to achieve this goal by exploring for and developing viable mineral deposits to generate mining or joint venture income.

ASX CODE

EPM

BOARD

Carl Popal
Executive Chairman

Rodney Dale
Non-Executive Director

Craig Hall
Non-Executive Director

COMPANY SECRETARY

Eryn Kestel

REGISTERED OFFICE

C/-NKH Knight
Unit 19
Level 2, Spectrum
100 Railway Road
Subiaco WA 6008
Phone: +61 8 9367 8133
Fax: + 61 8 9367 8812

PRINCIPAL PLACE OF BUSINESS

Level 3, 1060 Hay Street
West Perth WA 6005
Phone: + 61 8 9480 0420
Fax: + 61 8 9321 0320

AUSTRALIAN BUSINESS NUMBER

85 142 366 541

SHARE REGISTRY

Security Transfer Registrars
770 Canning Highway
Applecross WA 6153

WEBSITE

www.eclipsemetals.com.au



4 December 2017

Ms Eryn Kestel
Company Secretary
Eclipse Metals Limited
P O Box 1395
West Perth
WA 6872

By email:

Dear Ms Kestel

Eclipse Metals Limited (“EPM”): price and volume query

We note the change in the price of EPM’s securities from a low of \$0.015 at close on Friday 1 December 2017 to an intraday high of \$0.020 today 4 December 2017.

We also note the significant increase in the volume of EPM’s securities traded today, 4 December 2017.

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

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

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

5. Please confirm that EPM'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 EPM 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 no later than 2:30 PM WST. If we do not have your response by then, ASX will have no choice but to consider suspending trading in EPM'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, '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 tradinghaltsperth@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 EPM'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 EPM'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 EPM'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]

Dawn James
Adviser, Listings Compliance
P: 08 9224 0000
E: Dawn.James@asx.com.au