

24 July 2018

Mr. Emerson Walker
Level 40 Central Park
152-158 St Georges Terrace
Perth WA 6000

By email: emerson.walker@asx.com.au
Copy to: tradinghaltspert@asx.com.au

Vector Resources Limited (ASX: VEC) – Response to Price Query

I refer to your letter of 4 July 2018 regarding the change in price in Vector shares from a low of \$0.019 on Wednesday, 27 June 2018 to a high of \$0.027 on 4 July 2018, as well as an increase in the volume of VEC's securities traded over the five days up to and including 4 July 2018.

The Company responds to the queries in your letter as follows:

1. Yes possibly, at the time of the Price Query the Company considered that it was in the final stages of negotiation and documentation of the agreements required to finalise terms for the acquisition of a 60% interest in the Adidi-Kanga Gold Project in the Democratic Republic of Congo. The proposed acquisition was initially announced to ASX on 22 December 2017 after the signing of a heads of agreement in respect of the proposed acquisition. On 30 April 2018, the Company informed the market of its belief that the parties were nearing final agreement. The Company today, 24 July 2018, has released to the market confirmation that the key agreements for the acquisition have been executed.
- 2(a). Prior to 4 July 2018 the Company was relying upon Listing Rule 3.1A not to announce this information, because at that time the negotiation and documentation of the proposed agreements in respect of the acquisition had not been completed and the agreements had not been entered into.

On the basis of the change in the price and volume of Vector shares traded on ASX on 4 July 2018, Vector acknowledges that it may have no longer been in a position to rely on listing rule 3.1A. Vector requested the implementation of a halt in trading of its securities pending a further announcement to the market in respect of the status of agreements for the acquisition.
- 2(b). No, the Company could not have made an immediate announcement at the time of the Price Query, as the agreements for the acquisition have not been entered into at that time.
- 2(c). The Company has released its announcement on 24 July 2018.
3. Not applicable

4. Yes, the Company is in compliance with Listing Rules and in particular Listing Rule 3.1. The Company notes that it has maintained ongoing disclosure in respect of the proposed acquisition of the Addi-Kanga Gold Project, including:
- i. 22 December 2017, announcement confirming execution of the Heads of Agreement for the acquisition;
 - ii. 5 January 2018, announcement providing an update of the status of the acquisition;
 - iii. 15 January 2018, announcement confirming that the Company had completed its technical and legal due diligence on the proposed acquisition and that the Company would proceed to documentation of the acquisition with the vendor;
 - iv. 31 January 2018, quarterly activities report confirming progress of the acquisition;
 - v. 5 February 2018, announcement by the Company that an independent verification process has converted the historical SAMREC resource at the project to a JORC compliant resource; and
 - vi. 30 April 2018, quarterly activities report stating progress of the documentation and negotiations for the acquisition and advising of the Company's belief that the parties were nearing final agreement.
5. This response has been authorised and approved by the Board.

Yours Sincerely

Andrew Steers
Company Secretary

4 July 2018

Mr Andrew Steers

Company Secretary
Vector Resources Ltd
Suite 16, 83 Mill Point Road
South Perth WA 6151

By email: asteers@vectorres.com.au

Dear Mr Steers

Vector Resources Ltd (the “Entity”): price query

We note the change in the price of VEC’s securities from a low of \$0.019 on Wednesday, 27 June 2018 to a high of \$0.027 today.

We also note the significant increase in the volume of VEC’s securities traded in the past few days.

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

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

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

Level 40, Central Park
152-158 St Georges Terrace
Perth WA 6000

GPO Box D187
Perth WA 6840

Customer service 13 12 79
asx.com.au

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5. Please confirm that VEC'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 VEC 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 within two hours (ie before 3.30 pm WST today). If we do not have your response by then, ASX will have no choice but to consider suspending trading in VEC'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, VEC'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 emerson.walker@asx.com.au with a copy to 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 VEC'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 VEC'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.

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

Kind regards

[Sent electronically without signature]

Emerson Walker

Advisor, Listings Compliance (Perth)