



4 December 2018

Elizabeth Harris
Senior Adviser, Issuers (Perth)
ASX Limited
2 The Esplanade
Perth WA 6000

Dear Elizabeth

In response to your letter dated 29 November 2018 regarding the amended Appendix 5B for the period ended 30 September 2018 lodged on 23 November 2018 by Coolgardie Minerals Limited (CM1), we provide the following information.

1. CM1 is aware the level of expenditure in the September 2018 quarter was high. As announced to ASX on 30 August 2018, mining commenced at the Geko Project during the quarter which resulted in a significant increase in expenditure. CM1 anticipates negative operating cashflows in the short term but expects to receive first revenue from the Ore Sale Agreement with Northern Star Resources which was announced to ASX on 6 September 2018 in December. Other toll milling options are being negotiated with nearby gold mills for the treatment of the remaining tonnes of Geko ore.
2. CM1 is taking various steps to ensure it has sufficient funds in order to continue its operations and is currently in advanced discussions to finalise access to further funds.
3. Yes, CM1 expects to be able to continue its operations and meet its business objectives based on its response to questions 1 and 2 above. Further, CM1 notes that its cash out flows have been higher during its first quarter as mining operations commenced.
4. The working capital statement made in the Prospectus was true and based on reasonable grounds at the time it was made. Subsequently the Board accelerated the strategy to move from an explorer to a gold mining Company as announced to ASX on 30 August 2018.
5. CM1 can confirm that it is in compliance with the Listing Rules, and in particular, Listing Rule 3.1.
6. CM1 confirms that CM1's responses to the questions above have been authorised and approved under its published continuous disclosure policy by its Board.

Should you require any further information, please contact me.

Yours faithfully
Coolgardie Minerals Limited

Susan Hunter
Company Secretary



29 November 2018

Ms Susan Hunter
Company Secretary
Coolgardie Minerals Limited
23 Altona Street
WEST PERTH WA 6163

By email: shunter@huntercorporate.com.au

Dear Ms Hunter

Coolgardie Minerals Limited ('CM1'): Appendix 5B Query

ASX refers to CM1's amended Appendix 5B quarterly report for the period ended 30 September 2018 lodged with ASX Market Announcements Platform ("MAP") on 23 November 2018 (the "Appendix 5B").

ASX notes that CM1 has reported:

- negative net operating cash flows for the quarter of \$1,895,000;
- cash at the end of the quarter of \$1,660,000; and
- estimated cash outflows for the next quarter of \$7,808,000.

The 5B notes that CM1 anticipates receipt of \$5,000,000 in revenue in the next quarter.

CM1's initial public offering prospectus dated 31 May 2018 ("Prospectus") and released on MAP on 28 August 2018 contained (under the Use of Funds table) the following statement with respect to its proposed use of funds for the two years following its admission to the official list of ASX Limited ("ASX").

"On completion of the offer, the Board believes that the Company will have sufficient working capital to achieve these objectives."

It is possible to conclude, based on the information in the Appendix 5B that if CM1 were to continue to expend cash at the rate indicated by the Appendix 5B, CM1 may not have sufficient cash to continue funding its operations.

In view of that, ASX asks CM1 to respond separately to each of the following questions and requests for information:

1. Does CM1 expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has CM1 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 CM1 expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. As it appears that CM1 does not have sufficient funds for its proposed activities for the next quarter, on what basis did CM1 make the working capital statement (outlined above) in the Prospectus?
5. Please confirm that CM1 is complying with Listing Rule 3.1 and that there is no information about its financial condition that should be given to ASX in accordance with that rule that has not already been released to the market.

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6. Please confirm that CM1'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 CM1 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 **3:00 PM AWST Tuesday, 4 December 2018**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in CM1'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, CM1'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 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.

Listing Rule 3.1 and Listing Rule 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 CM1'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 CM1'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 CM1'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.

Regards

Elizabeth Harris

Principal Adviser, Listings Compliance (Perth)