

4 February 2019

Australian Securities Exchange Limited
40 Central Park
152 – 158 St Georges Terrace
PERTH WA 6000

Attention: Elizabeth Harris
By email only: elizabeth.harris@asx.com.au

Dear Elizabeth,

REQUEST FOR EXTENSION OF VOLUNTARY SUSPENSION

Castillo Copper Limited (ASX: CCZ, “the **Company**”) requests an extension of the voluntary suspension of its securities effective from the commencement of trading on Monday, 4 February 2019 in accordance with ASX Listing Rule 17.2, pending an announcement by the Company in respect of the status of its exploration tenements.

The Company refers to its initial request for voluntary suspension dated 27 December 2018 regarding suspension notices issued to the Company’s subsidiaries Total Minerals Pty Ltd and Total Iron Pty Ltd (holders of exploration licences EL 8625 and EL 8635 respectively) pursuant to which exploration activity at the Company’s Cangai Copper project has been suspended pending rectification of compliance issues identified by the NSW Resources Regulator during an inspection in November 2018.

The Board believes it has now complied with all specified actions as set out by the NSW Resources Regulator and will await a formal response from the NSW Resources Regulator regarding regulatory approval for the recommencement of exploration activities on the exploration licences. In accordance with the timeframes set out by the NSW Resources Regulator, the Company has taken the following measures to address the risk of there being an adverse impact on the environment caused by activities carried out under, or purportedly carried out under EL 8625 and EL 8635 respectively:

- implemented controls to ameliorate impacts to the environment associated with prospecting operations;
- appointed a suitably qualified expert (**Expert**) to complete a site-based performance and risk assessment of surface disturbances associated with prospecting operations to identify deficient or absent controls employed to prevent environmental harm;
- developed and implemented adequate controls recommended by the Expert to minimise, so far as is reasonably practicable, any harm to the environment arising from activities carried out under the licences including any emerging or potential risks;
- appointed a suitably qualified independent expert to complete an independent compliance audit (**Audit**) of the exploration activities undertaken to date;
- the Audit has been conducted and was submitted to the NSW Resources Regulator on 1 February 2019.

Furthermore, the Company continues to actively confer with its contractors to ensure all compliance requirements are adhered to, and best practice methods are applied to the Company’s projects moving forward once the suspension is lifted.

Based on current knowledge, the Company is confident that the suspension of exploration activity pending resolution of the compliance issues identified by the NSW Resources Regulator will not unduly delay its exploration program for 2019.

The Company requests that the voluntary suspension remain in place until the Company makes an announcement to the market, which it expects to make pre-market on Monday, 18 February 2019.

The Company is not aware of any reason why the voluntary suspension should not be granted or of any other information necessary to inform the market about the voluntary suspension.

Yours sincerely

A handwritten signature in black ink, appearing to be 'Tim Slate', written over a faint, circular stamp or watermark.

Tim Slate
Company Secretary