



22nd November 2010

Mr Mauro Piccini
ASX Compliance Pty Limited
2 The Esplanade
Perth W A 6000
By email: Mauro.Piccini@asx.com.au

Dear Mr. Piccini

A1 Minerals Limited ("Company") - Appendix 5b 30th September 2010

We are in receipt of your letter dated 18th November 2010 concerning the lodged Appendix 5b for the quarter ended 30 September 2010. The Company responds as follows:

1. The Company has sufficient production capability to generate the ongoing cash requirements of the Company. It expects operating revenues of approximately \$7,500,000 with operating cash outflows of approximately \$5,500,000 in this quarter. As such, in the opinion of the Company, it should not be concluded from the Appendix 5B that the Company does not have sufficient cash to fund its objectives.
2. The Company is now in full production and does not expect to have negative operating cash flows in future quarters.
3. Ongoing production will ensure that the Company meets its business objectives.
4. The Company is in compliance with the ASX Listing Rules, in particular listing rule 3.1
5. Given the responses above, the Company's financial position, including the composition of its balance sheet and the size of its assets compared to liabilities, is more than adequate to warrant the continued quotation of its securities and its continued listing.

If there is any further information you require, please advise and we will provide accordingly

Yours Sincerely,

A handwritten signature in black ink, appearing to read 'Albert Longo', is written over a light blue horizontal line.

Albert Longo

Finance Director
A1 Minerals Ltd

Suite 34 : 25 Walters Drive : Osborne Park : Western Australia : 6017
Telephone (618) 9244 1400 : Facsimile (618) 9244 1600 : ASX Code AAM
Email info@a1minerals.com.au website www.a1minerals.com.au
ABN 44 100 727 491 : ASX Code AAM



ASX Compliance Pty Limited
ABN 26 087 780 489
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

GPO Box D187
PERTH WA 6840

Telephone 61 8 9224 0000
Facsimile 61 8 9221 2020
www.asx.com.au

18 November 2010

Mr Albert Longo
Company Secretary
Suite 34, 25 Walters Drive
OSBORNE PARK WA 6017

By email: albertl@a1minerals.com.au

Dear Albert,

A1 Minerals Limited (the "Company")

I refer to the Company's Quarterly Cashflow Report in the form of Appendix 5B for the period ended 30 September 2010, released to ASX Limited ("ASX") on 28 October 2010 (the "Appendix 5B").

ASX notes that the Company has reported the following.

1. Receipts from product sales and related debtors of \$5,168,000
2. Net negative operating cash flows for the quarter of \$344,000
3. Cash at end of quarter of \$113,000.

In light of the information contained in the Appendix 5B please respond to each of the following questions.

1. Is it possible to conclude on the basis of the information provided that if the Company were to continue to expend cash at the rate for the quarter indicated by the Appendix 5B, taking into account future administration costs, the Company may not have sufficient cash to fund its activities. Is this the case, or are there other factors that should be taken into account in assessing the Company's position?
2. Does the Company expect that in the future it will have negative operating cash flows similar to that reported in the Appendix 5B for the quarter and, if so, what steps has it taken to ensure that it has sufficient funds in order to continue its operations at that rate?
3. What steps has the Company taken, or what steps does it propose to take, to enable it to continue to meet its business objectives?
4. Can the Company confirm that it is in compliance with the listing rules, and in particular, listing rule 3.1?
5. Please comment on the Company's compliance with listing rule 12.2, with reference to the matters discussed in the note to the rule.

Listing rule 3.1

Listing rule 3.1 requires an 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. The exceptions to this requirement are set out in the rule.

In responding to this letter you should consult listing rule 3.1 and the guidance note titled "Continuous disclosure: listing rule 3.1".

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

This letter and your response may be released to the market. If you have any concerns about your response being released, please contact me immediately. Your response should be sent to me on **facsimile number (08) 9221 2020**. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than **4 pm WST on Tuesday, 22 November 2010**.

If you are unable to respond by the time requested you should consider a request for a trading halt in the Company's securities.

If you have any queries, please do not hesitate to contact me on 9224 0000.

Yours sincerely,



Mauro Piccini
Adviser, Issuers (Perth)