



Sub-Sahara Resources NL

6 February 2009

Mr Wade Baggott
Advisor, Issuers (Perth)
Australian Securities Exchange
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Mr Baggott,

RESPONSE TO ASX QUERY: APPENDIX 5B - 31 DECEMBER 2008

In response to your fax dated 5 February 2009, we provide the following information:

- 1) The cash position of the company as at 31 December 2008 was \$599,000. Expected negative operating cash flows for the quarter ended 31 March 2009 are \$492,000, leaving an estimated cash balance as at 31 March 2009 of \$107,000. In addition, \$391,000 of investing cash flows are budgeted for the quarter bringing the cash total to an approximate \$498,000 at 31 March 2009.
- 2) The company is considering a number of alternatives of raising funds to enable it to fund operations and to continue to develop exploration assets.
- 3) As set out in 1 above.
- 4) The company confirms its compliance with ASX Listing Rules, and in particular, Listing Rule 3.1.
- 5) The company confirms its compliance with ASX Listing Rule 12.2 with reference to the matters in the note to this rule as follows:
 - The consolidated balance sheet of the company shows a net asset balance of approximately \$16 million.
 - The company continually monitors its financial condition and is committed to ensuring that appropriate procedures are in place for it to remain a going concern.

Yours Sincerely

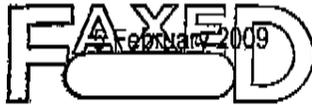
Peter Munachen
Finance Director



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Ernest Myers
Company Secretary
Sub-Sahara Resources NL
Ground Floor, 288 Stirling Street
PERTH WA 6000

By facsimile: 08 9227 3271

Dear Ernest

Sub-Sahara Resources NL (the "Company")

I refer to the Company's Quarterly Report in the form of Appendix 5B for the period ended 31 December 2008, released to ASX Limited ("ASX") on 30 January 2009 (the "Appendix 5B").

ASX notes that the Company has reported the following.

1. Receipts from product sales and related debtors of \$0.
2. Net negative operating cash flows for the quarter of \$767,000.
3. Cash at end of quarter of \$599,000.

We also note that expenditure on administration (as part of operating cashflows) during the December quarter was \$347,000.

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

1. It is 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 exploration and 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 **4:30 p.m. W.D.S.T. on Monday 9 February 2009**.

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 0023.

Yours sincerely,



Wade Baggott
Adviser, Issuers (Perth)