

17 November 2016

Ms Stephanie So,
ASX Compliance Pty Limited,
20 Bridge Street,
Sydney, NSW 2000.

Dear Ms So,

Price and Volume Query

We refer to your enquiry letter dated 17 November 2016 in relation to the change in the price of QMN's securities from a low of \$0.005 to a high of \$0.007 today and the significant increase in the volume of QMN's securities traded today. We would like to respond to your queries in the same order of your letter.

- 1. Is QMN 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?**

No, QMN is not aware of any information concerning it, that has not been announced and which, if known, may reasonably be regarded as an explanation for recent trading in the Company's securities.

- 2. If the answer to question 1 is "yes":**

Not applicable.

- 3. If the answer to question 1 is "no", is there other explanation that QMN may have for the recent trading in its securities?**

The following factors may affect the recent trading in QMN's securities:

- a. The recent surge of copper price.
- b. As per the Company's September 2016 quarterly activity report announced on 25 October 2016, the Company is having dialogues with several parties for potential cooperation in joint development of the White Range Project and other prospective tenements held by the Company. Although some of these dialogues have been continued for some months and getting closer to a fruitful result, as at the date of this letter, no contractual agreements have been reached with these parties.

- 4. Please confirm that QMN is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.**

The Company confirm that it is in compliance with ASX Listing Rules and, in particular, Listing Rule 3.1.

- 5. Please confirm that QMN'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 office of QMN with delegated authority from the board to respond to ASX on disclosure matters.**

The Company confirm that QMN's responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'Pipvide Tang', with a stylized flourish at the end.

Pipvide Tang
Company Secretary



17 November 2016

Mr Pipvide Tang
Company Secretary
Queensland Mining Corporation Limited
Suite 101A, Level 1
1 Alfred Street
Sydney NSW 2000

By email: pip.tang@qmcl.com.au

Dear Mr Tang

Queensland Mining Corporation Limited ("QMN"): price query

We note the change in the price of QMN's securities from a low of \$0.005 to a high of \$0.007 today 17 November 2016.

We also note the significant increase in the volume of QMN's securities traded today 17 November 2016.

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

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

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

5. Please confirm that QMN'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 QMN 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 as soon as reasonably possible and, in any event, by not later than half an hour before the start of trading (ie before 9.30 am AEDT) on Friday 18 November 2016. If we do not have your response by then, ASX will have no choice but to consider suspending trading in QMN'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, QMN'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. 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 QMN'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 QMN'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, or if the answer to question 1 is "yes" and an announcement cannot be made immediately, you should discuss with us whether it is appropriate to request a trading halt in QMN's securities under Listing Rule 17.1.

If you wish 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*.

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

Yours sincerely

[Sent electronically without signature]

Stephanie So
Senior Adviser, Listings Compliance