

21 August 2017

## **CARNAVALE RESOURCES**

(A.C.N 119 450 243)

ASX Code: **CAV**

Shares: 572M

Options: 60.0M  
(Dec 2019 @ \$0.02)

### **Directors**

Ron Gajewski (Chairman)

Andrew Beckwith (MD)

Rhett Brans (NED)

*Carnavale Resources Limited, is an exploration and development company based in Perth, Western Australia.*

### **Office**

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### **Post**

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### **Contact Details**

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Mr Dale Allen  
ASX Compliance Pty Ltd  
Level 40, Central Park  
152-158 St Georges Terrace  
Perth, WA 6000

Dear Mr Allen

### **Price Query**

We refer to your enquiry letter dated 21 August 2017 in relation to an increase in Carnavale Resources Limited's (CAV) share price from a low of \$0.011 to an intra-day high of \$0.019 today and respond in the same order.

1. Is the Entity 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?

*The Company 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. Can an announcement be made immediately?

*Not applicable.*

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

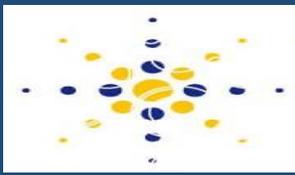
*The Company notes that its June 2017 Quarterly Activities Report lodged with ASX on 31 July 2017 reported that the Company has assessed and continues to conduct due diligence on a number of prospective Cobalt (Co), Copper (Cu) and Gold (Au) Projects both within Australia and other prospective overseas regions.*

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

*Yes, the Company confirms that it is in compliance with ASX Listing Rules and, in particular, Listing Rule 3.1.*

5. Please confirm that CAV'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 CAV with delegated authority from the board to respond to ASX on disclosure matters.

*The Company confirms that the responses to the questions above have been authorised and approved by the Board.*



Yours faithfully

A handwritten signature in black ink, appearing to read 'Ron Gajewski', written in a cursive style.

Ron Gajewski  
Chairman



21 August 2017

Mr Paul Jurman  
Level 2, Suite 9, 389 Oxford Street  
Mt Hawthorn WA 6016 Australia

*By Email:* jurmanp@crcpl.com.au

Dear Mr Jurman

**Carnavale Resources Limited (“CAV”): price query**

We note the change in the price of CAV’s securities from a low of \$0.011 on 3 August 2017 to a high of \$0.019 at the time of writing today 21 August 2017.

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

1. Is CAV 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 CAV relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?  
  
Please note that the recent trading in CAV’s securities would suggest to ASX that such information may have ceased to be confidential and therefore CAV 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 CAV may have for the recent trading in its securities?
4. Please confirm that CAV is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that CAV’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 CAV 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 **3:00pm WST on Monday 21 August 2017**). If we do not have your response by then, ASX will have no choice but to consider suspending trading in CAV'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, CAV'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 [dale.allen@asx.com.au](mailto:dale.allen@asx.com.au) and [tradinghaltspert@asx.com.au](mailto:tradinghaltspert@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 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 CAV'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 CAV'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 CAV'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]*

Dale Allen

**Senior Adviser, Listings Compliance (Perth)**