

4 March 2021

Simon Barcham
Adviser, Listings Compliance (Perth)
ASX Limited

Via email: simon.barcham@asx.com.au

Dear Simon,

Thank you for your letter received this morning.

We acknowledge the strong rise in price and volume of trading in Errawarra Resources Ltd (**Errawarra**) shares on ASX.

By way of introduction:

1. Errawarra has a very tight capital structure (37.46 million shares on issue) and strong cash position (circa \$4.5 million);
2. Exploration is in progress 30kms south-west of the Nova nickel-copper-cobalt mine owned by IGO Ltd in the Fraser Range;
3. Exploration over the historic Gindalbie goldfield north-east of Kalgoorlie is scheduled to start late March 2021;
4. Exploration over the large Errabiddy gold and nickel-copper project in the Gascoyne is scheduled to start late March 2021; and
5. the free option issue to all shareholders is scheduled to be completed late March 2021.

The combination of a tight capital structure, strong cash position, free option issue and active exploration campaigns on highly prospective projects can create price and volume volatility. Errawarra is not aware of any information that has not been released to the market that could explain the recent strong trading.

Requestion for Information from ASX

In response to your questions and requests the Company provides the following answers:

1. No
2. Not applicable
3. No
4. Errawarra is complying with the Listing Rules and, in particular, Listing Rule 3.1.
5. Errawarra responses to the questions have been authorised and approved under the Company's published continuous disclosure policy.

This ASX announcement has been authorised for release by Mr Damian Hicks, Executive Director.



Damian Hicks
Executive Director





4 March 2021

Reference: 31881

Ms Mindy Ku
Company Secretary
Errawarra Resources Ltd

By email:

Dear Ms Ku

Errawarra Resources Ltd ('ERW'): Price - Query

ASX refers to the following:

- A. The change in the price of ERW's securities from a low of \$0.235 at the close of trading on Tuesday, 2 March 2021, to an intraday high of \$0.34 today.
- B. The significant increase in the volume of ERW's securities traded from 3 March 2021 to 4 March 2021.

Request for information

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

1. Is ERW 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 ERW relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1? Please note that the recent trading in ERW's securities would suggest to ASX that such information may have ceased to be confidential and therefore ERW 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 ERW may have for the recent trading in its securities?
4. Please confirm that ERW is complying with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that ERW's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of ERW 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 Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by no later than **10:00 AM AWST Thursday, 4 March 2021**. 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, ERW'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 and may require ERW to request a trading halt immediately.

Your response should be sent to me by e-mail at **ListingsCompliancePerth@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.

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 ERW'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 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*.

Suspension

If you are unable to respond to this letter by the time specified above, ASX will likely suspend trading in ERW's securities under Listing Rule 17.3.

Listing Rules 3.1 and 3.1A

In responding to this letter, you should have regard to ERW'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 ERW'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.

Release of correspondence between ASX and entity

We reserve the right to release a copy of this letter, your reply and any other related correspondence between us to the market under Listing Rule 18.7A.

Questions

If you have any questions in relation to the above, please do not hesitate to contact me.

Yours sincerely

Simon Barcham
Adviser, Listings Compliance (Perth)