

25 October 2016

Ms Shannon Nicholson
Principal Advisor, Listing Compliance
Australian Securities Exchange
Level 40, Central Park
152-158 St George's Terrace
PERTH WA 6000

By email

Dear Ms Nicholson

RE: Response to ASX Price and Volume Query

We refer to the ASX price and volume query letter received from you on 25 October 2016. Set out below are the Company's responses to your questions (using the same numbered points contained in your letter):

1. The Company is not aware of any information that has not been announced to the market which, if known by some in the market, could explain recent trading in its securities.
2. Not applicable
3. On the 23th September, the Company announced to the ASX details of a proposed share placement and development of a strategic relationship with Shenghe Resources Holding Ltd (Shenghe). Shenghe is listed on the Shanghai Stock Exchange and is a leading rare earth company with experience in all parts of the rare earth industrial chain.

The rare earth sector, by virtue of the extended industrial chain, almost necessitates that the mining end requires integration with strong downstream processing proficiency to create a strong business.

Shenghe's proficiency across all aspects of the rare earth industrial chain, combined with an international growth strategy, potentially make it an ideal industrial/strategic partner for the Company's Kvanefjeld Project (rare earths, uranium, zinc).

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Given that the Kvanefjeld Project is currently progressing through the permitting phase, from a timing perspective it has been important to identify an industrial partner with the ability to potentially assist in establishing a path to market, and ultimately to facilitate project development.

Since making the announcement on September 23, the Company has received increased interest and coverage from brokers.

4. The Company confirms that is in compliance with Listing Rules, and in particular, Listing Rule 3.1
5. The Company's responses to the questions above have been authorised and approved in accordance with the Company's published continuous disclosure policy or otherwise by its board or an office of the Company with delegated authority from the board to respond to ASX on disclosure matters.

Yours faithfully



Miles Guy
Company Secretary

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25 October 2016

Mr Miles Guy
Company Secretary
Greenland Minerals and Energy Limited

By email: miles@ggg.gl

Dear Mr Guy

Greenland Minerals and Energy Limited (“GGG”): price query

We note the change in the price of GGG’s securities from a low of \$0.072 at close on Monday, 24 October 2016 to an intra day high of \$0.085 today, Tuesday 25 October 2016.

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

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

Please note that the recent trading in GGG’s securities would suggest to ASX that such information may have ceased to be confidential and therefore GGG 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 GGG may have for the recent trading in its securities?
4. Please confirm that GGG is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that GGG’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 GGG with delegated authority from the board to respond to ASX on disclosure matters.

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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 2.00 pm WST today, 25 October 2016. If we do not have your response by then, ASX will have no choice but to consider suspending trading in GGG'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, GGG'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 tradinghaltsperth@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 GGG'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 GGG'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 GGG'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]

Shannon Nicholson
Principal Adviser, Listings Compliance (Perth)
P: 08 9224 0000

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