



28 September 2015

Ben Secrett
Australian Securities Exchange
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

RESPONSE TO ASX PRICE VOLUME QUERY

We refer to the ASX Query dated 25 September, 2015 and respond to each of the questions as follows:

1. No.
2. Not Applicable.
3. The Company has recently made various announcements relating to progress of its business as the only foreign company to own and operate iron ore mines in India, which included:
 - Execution of offtake agreements for its existing product and future product with BMM Ispat and JSW Steel, refer announcements dated 30 March and 18 May 2015;
 - The Company's AP14 project being classified as a project of National significance by the Indian Government, refer announcements dated 14 May 2015;
 - The signing of an MOU with the Andhra Pradesh Indian government to develop low grade iron ore mines in the State, refer announcements dated 25 June 2015;
 - The receipt of a purchase order under its lump ore offtake agreement and the subsequent delivery into and payment for the order, refer announcements dated 28 July 2015;
 - The securing of A\$5m in debt to fund the immediate start-up of operations and fund the future expansion of the Phase Two wet beneficiation plant, refer announcements dated 13 August 2015; and
 - The starting of production at the existing Phase One dry beneficiation plant, refer announcements dated 31 August,
 - The Company highlighted it has received a Purchase Order (PO) and despatched a specialised product that is relatively unique to NSL as a result of the ore geology and beneficiation process at the Company's operations. The specialised blend of iron, silica and alumina is critical to the performance of the furnace and quality of the finished cast iron.
 - In addition The Company continued the process to close out commercial discussions with existing and additional customers in the near future for bulk scale purchase orders for both this specialised product and +56% Fe for BMM Ispat.

The recent trading volume may represent the growing awareness and understanding in the market place for the potential of the Company's Indian iron ore business.

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NSL Consolidated Ltd

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

Yours faithfully,

Sean Henbury
Company Secretary

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25 September 2015

Mr Sean Henbury
Company Secretary
NSL Consolidated Limited
Suite 3
17 Foley Street
BALCATTA WA 6021

Dear Mr Henbury

NSL CONSOLIDATED LIMITED (“ENTITY”): ASX PRICE QUERY

We note a change in the price of the Entity’s securities today, Friday, 25 September 2015 from an opening price of \$0.012 to an intra-day high of \$0.016.

We also note an increase in the trading volume of the Entity’s securities today to a level that is significantly above the average trading volume on days when the Entity’s securities are traded.

In light of the price and volume increases, ASX asks you to respond separately to each of the following questions.

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?
2. If the answer to question 1 is “yes”:
 - (a) Is the Entity relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in the Entity’s securities would suggest to ASX that such information may have ceased to be confidential and therefore the Entity 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 the Entity may have for the recent trading in its securities?

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

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 7.30 am AWST**) on **Monday, 28 September 2015**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in the Entity'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, the Entity'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 tradinghaltperth@asx.com.au and ben.secrett@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 rule 3.1

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.

The obligation of the Entity to disclose information under Listing Rules 3.1 and 3.1A is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

In responding to this letter, you should have regard to the Entity's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

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 the Entity'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*.

Please contact me immediately if you have any queries or concerns about any of the above.

Yours sincerely

[sent electronically without signature]

Ben Secrett
Senior Adviser, ASX Listings Compliance

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