

15 March 2019

ASX Compliance (Perth Branch)
Attention: Ben Secrett
Level 40 Central Park
152-158 St Georges Terrace
Perth WA 6000

By email: ListingsCompliancePerth@asx.com.au

Dear Mr Secrett,

Response to Ausmex Mining Group Ltd ('AMG') Aware Letter

I refer to your letter dated 14 March 2019 and respond as follows:

1. Does AMG consider the Information to be information that a reasonable person would expect to have a material effect on the price or value of its securities?

Response: No.

2. If the answer to question 1 is "no", please advise the basis for that view.

Response: The Information released was an initial interpretation of Geophysical modelling that has only been partially completed within the area of interest. Further work is currently in process by the consultant. More work is required.

Included in a prior ASX release on the 7th March, the Company discussed Brisbane based geophysical consultants GeoDiscovery Group Pty Ltd are currently in the final stages of 3D geophysical modelling of the data from the Mt Freda complex, with the aim of generating a target specific exploration drilling program into the "Canteen" Tier 1 IOCG prospect. The 14th March Announcement is updating the announcement of 7 days earlier once the modelling was complete, and what else is also required going forward.

3. When did AMG first become aware of the Information (or part thereof)?

In responding to this question, please provide a detailed timeline of when AMG became aware of the Information (or part thereof) and the steps undertaken by AMG in preparing and approving the Announcement for release to the market.

Response:

- On 12 March 2019 (at 10:12 am) the company received part of the information required for interpretation when an initial draft GIS referenced plan was received, however this then required additional review and interpretation.
- Interpretation was conducted and suitable final plans were received on 13 March 2019 after the Gmail outage at 7:07 PM which then allowed the company to prepare and ASX announcement.

- The company prepared the announcement overnight on 13 March 2019 for release before the ASX market opened on 14 March.]

The company has actively been engaged in promoting prior ASX releases that were lodged on the 4th March 2019, and the 7th of March 2019, via various media forms. The previous releases have been viewed by over 15,000 individuals over the past 7 days, creating significant interest in the company.

Furthermore, a media interview posted on the mining platform on "Stockhead" that summarized previous ASX releases created significant further interest in the Company. This article was posted on social media on Monday 11th March 2019.

In addition to the above, the market has previously been made aware that the Company shares a potential Tier 1 IOCG prospect with Newcrest Mining Limited. The market has been made aware (7th March 2019) that Geophysical modelling has commenced, and the Company was awaiting results. The Company also informed the market on 7th March 2019, Newcrest Mining Limited have approached the Company to potentially discuss exploration results, yet suitable confidentiality agreement terms were not presented by Newcrest Mining Limited and discussions were not held. Subsequently Newcrest on Monday 12th March announced the purchase of 70% of a Canadian "Potential Tier 1 IOCG " in Canada for ~US\$800M. The market has now become aware of the prospective value of a potential Tier 1 IOCG in Cloncurry

The Company received GIS referenced plan form information suitable for interpretation on Tuesday 12th of March and engaged Consultants to review and interpret in a suitable format, including sections as well as plans that were not received until late Wednesday 13th March, with a subsequent ASX release written that night and lodged on morning of Thursday 14th March. Significant delays occurred on the 13th of March as Gmail was down globally, and repeated requests for final work were not received until 7:07 pm on Wednesday 13th March.

4. If AMG first became aware of the Information before the release of the Announcement, did AMG make any announcement prior to the release of the Announcement which disclosed the Information? If so, please provide details. If not, please explain why the Information was not released to the market at an earlier time, commenting specifically on when you believe AMG was obliged to release the Information under Listing Rules 3.1 and 3.1A and what steps AMG took to ensure that the information was released promptly and without delay.

Response: AMG did not make any prior announcement prior to the release of the announcement regarding the information. The final information and plans were received at 7:07 pm on Wednesday 13th of March after the market closed, then released as soon as practical and without delay. This was all completed on a day the Gmail went down globally. Final GIS data was not received until after the market closed on Wednesday 13th of March and was immediately drafted and lodged before opening on Thursday 14th of March.

5. Please confirm that AMG is complying with the Listing Rules and, in particular, Listing Rule 3.1.

Response: AMG confirm they are complying with Listing Rules and, in particular, Listing Rule 3.1.

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

Response: The Company confirms that this response has been authorised and approved by the Board.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Mientze Tang', written over a light grey rectangular background.

Mientze Tang
Company Secretary

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14 March 2019

Mientze Tang
Company Secretary
Ausmex Mining Group Ltd
Level 14, 309 Kent Street
SYDNEY NSW 2000

By email:

Dear Ms Tang

Ausmex Mining Group Ltd ('AMG'): Aware Letter

ASX refers to the following:

- A. AMG's announcement entitled "3D Geophysical Conductive Structure Identified – Golden Mile" lodged on the ASX Market Announcements Platform and released to the market at 9.49 AM AEDT today, 14 March 2019 (the 'Announcement'), disclosing the results of 3D geophysical modelling ('Information').
- B. The change in the price of AMG's securities from a closing price of \$0.077 on Friday, 8 March 2019, to a closing price of \$0.14 yesterday, Wednesday, 13 March 2019. ASX also notes a significant increase in the daily volume of AMG's securities traded during this time to levels which are well above daily average trading volume for AMG securities.
- C. The change in the price of AMG's securities from a closing price of \$0.10 on Tuesday, 12 March 2019, to a closing price of \$0.14 yesterday, Wednesday, 13 March 2019, which constitutes a 40% increase in the price of AMG's securities. ASX also notes the volume of AMG securities traded on Wednesday, 13 March 2019, which is the second highest daily volume of AMG securities traded over the past 52 weeks.
- D. Listing Rule 3.1, which requires a listed entity to immediately give ASX 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.
- E. The definition of "aware" in Chapter 19 of the Listing Rules, which states that:
- "an entity becomes aware of information if, and as soon as, an officer of the entity (or, in the case of a trust, an officer of the responsible entity) has, or ought reasonably to have, come into possession of the information in the course of the performance of their duties as an officer of that entity" and section 4.4 in Guidance Note 8 Continuous Disclosure: Listing Rules 3.1 – 3.1B "When does an entity become aware of information."*
- F. Listing Rule 3.1A, which sets out exceptions from the requirement to make immediate disclosure, provided that each of the following are satisfied.
- "3.1A Listing rule 3.1 does not apply to particular information while each of the following is satisfied in relation to the information:*
- 3.1A.1 One or more of the following applies:*
- It would be a breach of a law to disclose the information;*
 - The information concerns an incomplete proposal or negotiation;*
 - The information comprises matters of supposition or is insufficiently definite to warrant disclosure;*

- *The information is generated for the internal management purposes of the entity; or*
- *The information is a trade secret; and*

3.1A.2 *The information is confidential and ASX has not formed the view that the information has ceased to be confidential; and*

3.1A.3 *A reasonable person would not expect the information to be disclosed."*

- G. ASX's policy position on the concept of "confidentiality", which is detailed in section 5.8 of Guidance Note 8 *Continuous Disclosure*: Listing Rules 3.1 – 3.1B. In particular, the Guidance Note states that:

"Whether information has the quality of being confidential is a question of fact, not one of the intention or desire of the listed entity. Accordingly, even though an entity may consider information to be confidential and its disclosure to be a breach of confidence, if it is in fact disclosed by those who know it, then it ceases to be confidential information for the purposes of this rule."

Request for Information

Having regard to the above, ASX asks AMG to respond separately to each of the following questions and requests for information:

1. Does AMG consider the Information to be information that a reasonable person would expect to have a material effect on the price or value of its securities?
2. If the answer to question 1 is "no", please advise the basis for that view.
3. When did AMG first become aware of the Information (or part thereof)?

In responding to this question, please provide a detailed timeline of when AMG became aware of the Information (or part thereof) and the steps undertaken by AMG in preparing and approving the Announcement for release to the market.
4. If AMG first became aware of the Information before the release of the Announcement, did AMG make any announcement prior to the release of the Announcement which disclosed the Information? If so, please provide details. If not, please explain why the Information was not released to the market at an earlier time, commenting specifically on when you believe AMG was obliged to release the Information under Listing Rules 3.1 and 3.1A and what steps AMG took to ensure that the information was released promptly and without delay.
5. Please confirm that AMG is complying with the Listing Rules and, in particular, Listing Rule 3.1.
6. Please confirm that AMG'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 AMG 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 6.30 AM AWST on Monday, 18 March 2019.**

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, AMG'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 AMG to request a trading halt immediately.

If you wish to request 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*.

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 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.

Listing Rules 3.1 and 3.1A

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

Suspension

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

Enquiries

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

Yours sincerely

Ben Secrett
Principal Adviser, Listings Compliance (Perth)

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