

Ms Lauren Osbich
Compliance Adviser, Listings Compliance (Sydney)
ASX Compliance Pty Limited
20 Bridge Street
Sydney NSW 2000

By email: lauren.osbich@asx.com.au

Dear Ms Osbich

Thor Mining PLC (the “THR”): ASX Appendix 5B Query

We refer to your letter dated 31 July 2019 and provide the following response:

1. Does THR expect that it will continue to have negative operating cash flows for the time being and, if not, why not?

Consistent with other mineral exploration companies, THR expects that it will continue to have negative operating cash flows. The quantum of these negative cash flows is dependent on the level exploration activities planned.

2. Has THR taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

As disclosed in the recently lodged Appendix 5B (lodged 30 July 2019), Thor has available cash of \$944,000 as at 30 June 2019 and expects to receive in excess of \$200,000 within the next two months for the R&D Tax Incentive payment.

While the Appendix 5B contains a forecast cash spend for the next quarter of \$657,000, this contains at least \$150,000 of discretionary spend. And ongoing average minimum quarterly operating costs are less than \$400,000. On this basis THR is currently funded for two quarters.

In addition, THR has various options to raise further funds, and will take those steps as appropriate. THR will make an announcement in accordance with its continuous disclosure obligations under Listing Rule 3.1 when appropriate.

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Thor Mining PLC

Registered Numbers:

05 276 414 (UK)

121 117 673 (Aust)

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Registered Office:

58 Galway Avenue

Marleston SA 5033

Postal Address:

PO Box 458

Marleston SA 5033

T +61 8 7324 1935

F +61 8 8351 5169

E corporate@
thormining.com

www.thormining.com

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3. Does the THR expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

THR's core business objective is the exploration for, and potential development, of mineral deposits in Australia and internationally.

THR expects to continue operations and meet the above business objective on the basis of having sufficient funding to meet expenditure commitments for at least the next two quarters, in conjunction with various options being considered to raise further funds within that timeframe.

4. Please confirm that THR is complying with Listing Rule 3.1 and that there is no information about its financial condition that should be given to ASX in accordance with that Rule that has not already been released to the market.

THR confirms that it is in compliance with the Listing Rules and in particular Listing Rule 3.1.

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

THR confirms that the responses to the above questions have been approved by its board.

Sincerely,



THOR MINING PLC
Mick Billing
Executive Chairman



31 July 2019

Mr Ray Ridge
Company Secretary
Thor Mining Plc
58 Galway Avenue
Marleston, SA, 5033

By email: rridge@thormining.com

Dear Mr Ridge

Thor Mining Plc ('THR'): Appendix 5B Query

ASX refers to THR's Appendix 5B quarterly report for the period ended 30 June 2019 lodged with ASX Market Announcements Platform on 30 July 2019 (the 'Appendix 5B').

ASX notes that THR has reported:

- negative net operating cash flows for the quarter of \$799,000;
- cash at the end of the quarter of \$944,000; and
- estimated cash outflows for the next quarter of \$657,000.

It is possible to conclude, based on the information in the Appendix 5B that if THR were to continue to expend cash at the rate indicated by the Appendix 5B, THR may not have sufficient cash to continue funding its operations.

In view of that, ASX asks THR to respond separately to each of the following questions and requests for information:

1. Does THR expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has THR taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
3. Does THR expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. Please confirm that THR is complying with Listing Rule 3.1 and that there is no information about its financial condition that should be given to ASX in accordance with that rule that has not already been released to the market.
5. Please confirm that THR'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 THR 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 **9 AM AEST Monday, 5 August 2019**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in THR'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, THR'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 ListingsComplianceSydney@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 and Listing Rule 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 THR’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 THR’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, you should discuss with us whether it is appropriate to request a trading halt in THR’s securities under Listing Rule 17.1. 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 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*.

Enquiries

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

Regards

Lauren Osbich
Compliance Adviser, Listings Compliance (Sydney)