

Coziron Resources Limited

ABN: 91 112 866 869
Level 24, 44 St George's Terrace
Perth Western Australia 6000
PO Box Z5183
Perth WA 6831
Phone: +61 8 6211 5099
Facsimile: +61 8 9218 8875
Website: www.coziron.com

18 May 2018

Elizabeth Harris
Principal Adviser, Listing Compliance
ASX Compliance Pty Ltd
Level 40,
152-158 St George's Terrace
PERTH WA 6000

Dear Elizabeth,

APPENDIX 5B QUERY

We refer to your letter dated 16 May 2018 in relation to the above and provide the following responses to your questions:

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

Response 1: Yes.

2. **Question 2:** *Has CZR 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?*

Response 2: Yes. The Company has recently completed an exploration program on the Buddadoo project. Once all results from that program have been released the Company will proceed with a capital raising in the form the Board determines is best for the Company.

3. **Question 3:** *Does CZR expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?*

Response 3: Yes. The Company believes that the activities detailed in item 2 above will enable it to meet its business objectives.

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

Response 4: Yes, the Company confirms it is in compliance with the listing rules, and in particular listing rule 3.1.

5. **Question 5:** *Please confirm that CZR'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 CZR with delegated authority from the board to respond to ASX on disclosure matters.*

Response 5: The responses provided above have been authorised by the Company's Board.

The Company's responses to the above questions have been approved by the Board.

Yours sincerely



Stephen Hewitt-Dutton
Company Secretary

16 May 2018

Stephen Hewitt-Dutton
Coziron Resources Limited
Level 24, 44 St Georges Terrace
PERTH WA 6000

By email: stephen@tridentcapital.com.au

Dear Mr Hewitt-Dutton

Coziron Resources Limited ("CZR"): Appendix 5B Query

I refer to CZR's Appendix 5B quarterly report for the period ended 31 March 2018 lodged on the ASX Market Announcements Platform on 30 April 2018 (the "Appendix 5B").

ASX notes that CZR has reported:

- negative net operating cash flows for the quarter of \$351,000
- cash at the end of the quarter of \$702,000; and
- estimated cash outflows for the next quarter of \$620,000

It is possible to conclude, based on the information provided in the Appendix 5B that if CZR were to continue to expend cash at the rate indicated by the Appendix 5B, CZR may not have sufficient cash to continue funding its operations. In view of that, ASX asks CZR to answer separately each of the following questions and provide the following confirmations in a format suitable for release to the market in accordance with Listing Rule 18.7A:

1. Does CZR expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has CZR 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 CZR expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. Please confirm that CZR is in compliance with Listing Rule 3.1 and that there is no information that should be given to ASX about its financial condition in accordance with that Rule that has not already been released to the market.
5. Please confirm that CZR'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 CZR with delegated authority from the board to respond to ASX on disclosure matters.

Please also provide any other information that CZR considers may be relevant to ASX forming an opinion on whether CZR is in compliance with Listing Rule 12.2 (a listed entity's financial condition must, in ASX's opinion, be adequate to warrant the continued quotation of its securities and its continued listing).

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 **7.30 am AWST on Monday, 21 May 2018**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in CZR'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, CZR'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. 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.

In responding to this letter, you should have regard to CZR'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 CZR'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 CZR'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

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- 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]

Elizabeth Harris

Principal Adviser, Listings Compliance (Perth)

T 08 9224 0011

E Elizabeth.Harris@asx.com.au