16 August 2017

The Manager
Listings Compliance
Australian Securities Exchange

Attention: Hayley Pratt

Dear Ms Pratt,

**Artemis Resources Limited ("ARV", Artemis or the Company) Price Query**

We refer to your letter dated 15 August 2017 and respond as follows:

1. *Is ARV 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*

   Yes.

2. *If the answer to question 1 is "yes":*

   a) *Is ARV relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?*

   Yes. The information concerned an update to ARV's earn-in/joint venture agreement with Novo Resources Corporation (**Novo**) in respect of conglomerate and paleo-placer gold mineralisation. These negotiations were continuing and were incomplete at the time ARV requested a trading halt.

   So far as ARV was aware, the existence and subject of the incomplete negotiations remained confidential, and ARV did not consider that a reasonable investor would have expected to be disclosed such information prior to completion of the negotiations. These negotiations have now been concluded.

   b) *Can an announcement be made immediately?*

   An announcement concerning the outcome of the negotiations with Novo has been lodged together with this response.

   c) *If an announcement cannot be made immediately, why not and when is it expected that an announcement will be made?*

   Not applicable.

3. *If the answer to question 1 is "no", is there any other explanation that ARV may have for the recent trading in its securities?*

Not applicable.

We note that the price and volume of trading in the ARV's shares has been generally higher since the first announcement of results from Novo's exploration program at Purdy's Reward on 13 July 2017, and traded as high as 18.5 cents on 2 August. ARV has made further announcements about positive results from the Purdy's Reward program on 2 August, 7 August and 10 August.

Material and positive ASX announcements have also been made by Artemis in relation to its 100% owned Mt Oscarwits conglomerate gold project in the Karratha Area.

The Company notes the significant movement in Novo's share price on the TSXV since Novo first announced the transaction with Artemis on the 29 May 2017. The Company considers the increase in market interest globally can be attributed to the market activities with respect to Novo.
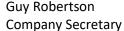
4. *Please confirm that ARV is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.*

ARV is in compliance with the Listing Rules and in particular Listing Rule 3.1.

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

ARV's responses to the questions above have been authorised and approved by an officer of the Company with delegated authority from the board to respond to ASX on disclosure matters.

*Yours faithfully*

Guy Robertson
Company Secretary

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15 August 2017

Mr Guy Robertson
Company Secretary
Artemis Resources Limited
Level 9
50 Margaret Street
SYDNEY NSW 2000

By email: guy@alexandercable.com

Dear Mr Robertson

**Artemis Resources Limited ("ARV"): price query**

We note the change in the price of ARV's securities from a low of $0.18 to an intraday high of $0.215 today Tuesday, 15 August 2017.

We also note the significant increase in the volume of ARV's securities traded today.

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

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

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

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

ASX Compliance Pty Limited
ABN 26 087 780 489

20 Bridge Street
Sydney NSW 2000

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Customer service 13 12 79

5.     Please confirm that ARV'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 ARV 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, 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 **4.00 pm WST on Tuesday, 15 August 2017**. If we do not have your response by then, ASX will have no choice but to consider suspending trading ARV'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, ARV'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 Hayley.Pratt@asx.com.au and to 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 ARV'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 ARV'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 ARV'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]*

Hayley Pratt
**Adviser – Listings Compliance (Perth)**