INTREPID MINES

1 November 2010

Jill Hewitt
Advisor - Issuers
Level 8, Exchange Plaza
2 The Esplanade
Perth
WA 6000

Dear Jill

RE: PRICE AND VOLUME QUERY

I refer to your letter of earlier today regarding the recent decrease in price and increase in volume of trading for Intrepid Mines Limited (the "Company"). The Company responds as follows:

1. *Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?*

   The Company is not aware of any information concerning it that has not been announced which if known could be an explanation for the recent trading in the securities of the Company. The Company released its September 2010 quarter Management's Discussion and Analysis, interim financial report and activities report to the market on 27 October 2010. These reports reflected the Company's profit for the quarter of $4.8 million and a cash balance at quarter end of $41.5 million, noted the detail of the inaugural resource estimate for the Tumpangpitu porphyry zone at the Tujuh Bukit project and set out the Company's targeted milestones for the year. There has been no change to the milestones targeted.

2. *If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?*

   Not Applicable

3. *Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?*

   The Company is not aware of any other explanation for the price and volume change. It is noted, however, that the Company's share price has significantly outperformed its peer group over the past quarter and recent trading may be the result of normal profit-taking.

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www.intrepidmines.com.

INTREPID MINES

4. *Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.*

   The Company confirms that, to the best of its knowledge, it remains in compliance with the listing rules and, in particular, listing rule 3.1.

If you have any further queries please do not hesitate to contact me.

Yours sincerely

Chidrawi

Vanessa Chidrawi
Company Secretary

ASX
COMPLIANCE

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1 November 2010

Ms V Chidrawi
Company Secretary
Intrepid Mines Limited
Level 2 34 Colin Street
WEST PERTH WA 6005

By Email: vchidrawi@intrepidmines.com

Dear Vanessa,

Intrepid Mines Limited (the "Company")

PRICE AND VOLUME QUERY

We have noted a change in the price of the Company's securities from $1.655 on 29 October 2010 to an intra day low of $1.425 today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price and volume change, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

   Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

   Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price and volume change in the securities of the Company?

4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by email on **jill.hewitt@asx.com.au or by facsimile number (08) 9221 2020.** It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, **not later than 3:00 pm (W.S.T) on Monday, 1 November 2010.**

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an 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. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- 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.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please contact me on 9224 0013.

Yours sincerely,

J Hewitt

Jill Hewitt
Senior Adviser, Issuers (Perth)