Ardea Resources Limited

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30 April 2018

Ms Anjuli Sinniah
Adviser, Listings Compliance (Perth)
Level 40 Central Park
152-158 St Georges Terrace
Perth WA 6000

Dear Anjuli

Ardea Resources Limited Late lodgment of Appendix 3X for Brett Clark and Appendix 3Z for Matthew Painter

We refer to your letter of 26 April 2018 in relation to the late lodgment of Director's Interest Notices. We respond to your questions as follows:

1. The reason the Appendix 3X and Appendix 3Z were lodged late was due to an administrative oversight. The lodgments were made as soon as the administrative error was uncovered;

2. The Company has in place the necessary procedures and checks to ensure that such director disclosures to the ASX, including Appendix 3X, 3Y and 3Z's, are completed and lodged within the time period allowed by listing rule 3.19A; and

3. The Company's Managing Director and Company Secretary have reviewed the procedures in place to ensure that changes in director's interests are reported to the market in a timely manner and have further reminded all directors of their obligations to comply with those procedures to ensure compliance with listing rule 3.19B.

Ardea Resources Limited takes it's continuous disclosure obligations seriously and is continually reviewing its administrative systems to ensure it meets those obligations.

Yours sincerely

Sam Middlemas

RS Middlemas
Company Secretary

26 April 2018

Sam Middlemas
Company Secretary

By email: smiddlemas@ardearesources.com.au

Dear Sam,

Ardea Resources Limited (the "Entity"): Change of Director's Interest Notice

We refer to the following;

1. The Appendix 3X lodged by the Entity with ASX Limited ("ASX") on 14 April 2018 and released on 16 April 2018 confirming the appointment of Brett David Clark as a director of the Entity effective 3 April 2018 (the "Clark Notice");

2. The Appendix 3Z lodged by the Entity with ASX on 14 April 2018 for Matthew Painter (the "Painter Notice");

3. Listing rule 3.19A which requires an entity to tell ASX the following:

   3.19A.1 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times.

   - On the date that the entity is admitted to the official list.
   - On the date that a director is appointed.

   The entity must complete Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.

   3.19A.2 A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) including whether the change occurred during a closed period where prior written clearance was required and, if so, whether prior written clearance was provided. The entity must complete Appendix 3Y and give it to ASX no more than 5 business days after the change occurs

   3.19A.3 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.

4. Listing rule 3.19B which states as follows.

   An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the entity all the information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.

As the Appendix 3X indicated that the director was appointed on 3 April 2018 it appears that the Appendix 3X should have been lodged with ASX by 10 April 2018. As the Appendix 3X was lodged on 14 April 2018, it appears that the Entity may be in breach of listing rules 3.19A and/or 3.19B.

Further, as the Appendix 3Z indicated that the director ceased to be a director on 3 April 2018 it appears the Appendix 3Z should have lodged with ASX by 10 April 2018. As it was lodged on 14 April 2018, it also appears that there may have been a further breach by the Entity of listing rules 3.19A and/or 3.19B

Please note that ASX is required to record details of breaches of the listing rules by listed entities for its reporting requirements.

ASX reminds the Entity of its contract with ASX to comply with the listing rules. In the circumstances ASX considers that it is appropriate that the Entity make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: *Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities*, under listing rule 18.7 we ask that you answer each of the following questions.

1. Please explain why the Appendices were lodged late.

2. What arrangements does the Entity have in place under listing rule 3.19B with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?

3 If the current arrangements are inadequate or not being enforced, what additional steps does the Entity intend to take to ensure compliance with listing rule 3.19B?

Your response should be sent to me by e-mail at anjuli.sinniah@asx.com.au. It should not be sent to the ASX Market Announcements Office.

A response is requested as soon as possible and, in any event, **not later than half an hour before the start of trading (ie before 9.30 a.m. A.E.S.T.) on Tuesday 1 May 201**8.

Under listing rule 18.7A, a copy of this letter and your response will be released to the market, so your response should be in a form suitable for release and must separately address each of the questions asked.

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

Kind regards

[Sent electronically without signature]

Anjuli Sinniah

Senior Adviser, Listings Compliance (Perth)