7 April 2014

Mr Patrick McCarthy
Adviser, Listings Compliance
ASX Compliance Pty Limited
20 Bridge Street
SYDNEY NSW 2000

ASX ANNOUNCEMENT

ASX AWARE LETTER

In accordance with Listing Rule 18.7 Marmota Energy Limited (the 'Company') responds to your letter dated 4 April 2014 in the following terms:

1. Does the Company consider the information contained in the 1 April 2014 Announcement to be information that a reasonable person would expect to have a material effect on the price or value of its securities?

   Yes

2. If the answer to question 1 is 'no', please advise the basis for that view.

   Not Applicable

3. If the answer to question 1 is 'yes', please advise the following:

a. When did the Company first become aware of the information contained in the 1 April 2014 Announcement?

   The Company was advised by the laboratory during the morning of Monday 31 March 2014 of the completion of sample analysis and availability of results for the four holes referenced in the 1 April 2014 Announcement.

b. If the Company first became aware of the Drilling Results prior to the 1 April 2014 Announcement, did the Company make any announcement prior to the relevant date which disclosed the information? If so, please provide details. If not, please explain why this information was not released to the market at an earlier time, commenting specifically on when you believe the Company was obliged to release the information under Listing Rules 3.1 and 3.1A and what steps the Company took to ensure that the information was released promptly and without delay.

   No announcement disclosing the Drilling Results was made prior to the 1 April 2014 Announcement. However, following receipt of assay results from the laboratory, the 1 April 2014 Announcement was made promptly and without delay.

   Upon receipt, the assay results underwent compilation and analysis by Company geologists. Once all analysis was complete, a draft of the 1 April 2014 Announcement was prepared ('Draft Announcement'). The process of compilation and analysis of the assay results and preparation of the Draft Announcement was undertaken as quickly as possible, having regard to the volume and complexity of information involved and the

requirement that announcements relating to the reporting of exploration results strictly comply with Chapter 5 of the Listing Rules and the substantial reporting obligations in Table 1 of The JORC Code 2012 Edition. Consistent with the Company's usual process and procedure for announcements considered to contain material information, once the Draft Announcement was finalised, it was circulated to the Board for consideration and approval. The Company considers that Board approval was required and to have been entirely appropriate in the circumstances, given the significant nature of the information involved. Upon final approval by the Board, the 1 April 2014 Announcement was released to ASX Market Announcements.

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

   The Company confirms that it is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

Yours Faithfully

Virginia Suttell
Company Secretary

ASX Compliance Pty Limited
ABN 26 087 780 489
20 Bridge Street
Sydney NSW 2000
PO Box H224
Australia Square NSW 1215

Telephone 61 2 9227 0000
Facsimile 61 2 9241 7620
www.asx.com.au

4 April 2014

Ms Virginia Suttell
Company Secretary
Marmota Energy Limited
PO Box 247
Export Park SA 5950

By email

Dear Ms Suttell

Marmota Energy Limited (the "Company"): ASX aware letter

ASX Limited ("ASX") refers to the following:

1. The Company's announcement entitled "Drilling underway of large scale copper target at West Melton – Yorke Peninsular, South Australia" lodged 9.31am (AEDT) on Wednesday, 12 March 2014 (the "12 March 2014 Announcment"). The 12 March 2014 Announcement notes that the planned drilling is expected to extend for three weeks. Three weeks from the 12 March 2014 Announcment is 2 April 2014.

2. The recent change in the price of the Company's securities from a low of $0.02 on Thursday, 27 March 2014 to a high of $0.038 on Friday, 28 March 2014.

3. The price query letter from ASX dated 28 March 2014 in which ASX queried the recent increased price and volume increase in the Company's securities (the "Price Query").

4. The Company's response to the Price Query dated 28 March 2014 ("Response to ASX") in which the Company stated, among other things, that it was unaware of information that could provide an explanation for the recent trading in the securities of the Company, but noting that the Company had undertaken its planned drilling at the West Melton project and, as of the date of the Response to ASX, were awaiting results.

5. The Company's announcement entitled "New high grade copper discovery at 100% owned West Melton – Yorke Peninsula, South Australia" lodged with ASX Market Announcements Platform and released at 10:18am (AEDST) on Tuesday, 1 April 2014 (the "1 April 2014 Announcement"), disclosing that:

    a) Maiden drilling intercepts revealed outstanding shallow high grade copper, with high grade assay results from the first few holes drilled on the Company's wholly owned West Melton Copper-Gold Project.

    b) Assay results were received from the first 4 holes of 29 drilled. The results represent a significant new copper discovery.

    (the "Drilling Results)

6. Listing Rule 3.1, which 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.

7. The definition of "aware" in Chapter 19 of the Listing Rules. This definition states that:

"*an entity becomes aware of information if, and as soon as, an officer of the entity (or, in the case of a trust, an officer of the responsible entity) has, or ought reasonably to have, come into possession of the information in the course of the performance of their duties as an officer of that entity."*

Additionally, you should refer to section 4.4 in Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B "When does an entity become aware of information"*.

8. Listing Rule 3.1A, which sets out exceptions from the requirement to make immediate disclosure, provided that each of the following are satisfied.

"3.1A Listing rule 3.1 does not apply to particular information while each of the following requirements is satisfied in relation to the information:

3.1A.1 One or more of the following applies:

- *It would be a breach of a law to disclose the information;*
- *The information concerns an incomplete proposal or negotiation;*
- *The information comprises matters of supposition or is insufficiently definite to warrant disclosure;*
- *The information is generated for the internal management purposes of the entity; or*
- *The information is a trade secret; and*

3.1A.2 The information is confidential and ASX has not formed the view that the information has ceased to be confidential; and

3.1A.3 A reasonable person would not expect the information to be disclosed."

9. ASX's policy position on the concept of *"confidentiality"* which is detailed in section 5.8 of Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B "Listing Rule 3.1A.2 – the requirement for information to be confidential"*. In particular, the Guidance Note states that:

"Whether information has the quality of being confidential is a question of fact, not one of the intention or desire of the listed entity. Accordingly, even though an entity may consider information to be confidential and its disclosure to be a breach of confidence, if it is in fact disclosed by those who know it, then it ceases to be confidential information for the purposes of this rule."

Having regard to the above, we ask that you answer the following questions in a format suitable for release to the market in accordance with Listing Rule 18.7A:

1. Does the Company consider the information contained in the 1 April 2014 Announcement to be information that a reasonable person would expect to have a material effect on the price or value of its securities?

2. If the answer to question 1 is "no", please advise the basis for that view.

3. If the answer to question 1 is "yes", please advise the following:

   a. When did the Company first become aware of the information contained in the 1 April 2014 Announcement?

   b. If the Company first became aware of the Drilling Results prior to the 1 April 2014 Announcement, did the Company make any announcement prior to the relevant date which disclosed the information? If so, please provide details. If not, please explain why this information was not released to the market at an earlier time, commenting specifically on when you believe the Company was obliged to release the information under Listing Rules 3.1 and 3.1A and what steps the Company took to ensure that the information was released promptly and without delay.

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

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 9:00am (AEST) Wednesday, 9 April 2014. If we do not have your response by then, ASX will have no choice but to consider suspending trading in the Company'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, the Company'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 Patrick.McCarthy@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

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.

The obligation of the Company to disclose information under Listing Rules 3.1 and 3.1A is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

In responding to this letter, you should have regard to the Company's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

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 the Company'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]

Patrick McCarthy
Adviser, Listings Compliance