

26 June 2018

Rupa Kapadia
Advisor, Listings Compliance (Sydney)
ASX Compliance Pty Ltd

Via email: rupa.kapadia@asx.com.au

Dear Rupa

RE: Response to ASX Price and Volume Query

We refer to your letter dated 25 June 2018 concerning recent movements in the price of listed shares in Lithium Consolidated Mineral Exploration Limited (**Company**) and the volumes traded (**Price and Volume Query**).

In answer to the questions put to the Company in the Price and Volume Query, we respond as follows:

1. No, the Company is not 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 the securities of the Company.
2. Not applicable.
3. The Company is not aware of any other explanation for the recent price and volume changes in its securities traded.

Over the last month the Company has made the following announcements that may have had a (positive) impact on the Company's share price and volume:

- 25-May-18 Company Update - highlighting new exploration assets in Zimbabwe and Mozambique.
 - 12-Jun-18 Loan repayment - a positive development, having \$0.4m repaid to the Company.
4. The Company is in compliance with the Listing Rules and in particular, Listing Rule 3.1
 5. The Company's responses to the ASX's questions above have been authorised and approved in accordance with the Company's published continuous disclosure policy and by its board of directors.

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

Yours faithfully



Duncan Cornish
Company Secretary
In behalf of the Board

25 June 2018

Mr Duncan Cornish

Company Secretary
Lithium Consolidated Mineral Exploration Limited
Level 10, 110 Mary Street
Brisbane QLD 4000

By email: dcornish@corpservices.com.au

Dear Mr Cornish,

Lithium Consolidated Mineral Exploration Limited ("LI3"): price query

We note the change in the price of LI3's securities from a low of \$0.094 since the close of trading 18 June 2018, to a high of \$0.135 today on 25 June 2018.

We also note the significant increase in the volume of LI3's securities traded today on 25 June 2018.

In light of this, ASX asks LI3 to respond separately to each of the following questions and requests for information:

1. Is LI3 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 LI3 relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in LI3's securities would suggest to ASX that such information may have ceased to be confidential and therefore LI3 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 LI3 may have for the recent trading in its securities?
4. Please confirm that LI3 is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that LI3'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 LI3 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 half an hour before the start of trading (**ie before 9.30 am AEST) on 26 June 2018**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in LI3'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, LI3'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 rupa.kapadia@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 LI3’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 LI3’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 LI3’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
- any other information necessary to inform the market about the trading halt, or that we ask for.

We 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.

Kind regards

[Sent electronically without signature]

Rupa Kapadia

Adviser, Listings Compliance (Sydney)

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