

Tawana Resources NL
(Incorporated in Australia)
(Registration number ACN 085 166 721)
Share code on the JSE Limited: TAW
JSE ISIN: AU0000TAWDA9
Share code on the Australian Securities Exchange Limited: TAW
ASX ISIN: AU000000TAW7
("the Company" or "Tawana")

Tawana Resources Response letter to ASX

We refer to your letter dated 26 April 2018. The Company provides the following responses:

- 1. Does the Entity consider the information in the Haulage Announcement to be information ("Haulage Information") that a reasonable person would expect to have a material effect on the price or value of its securities?**

No, the Company considers that the information in the Haulage Announcement is not 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.**

The movement of product from site to a port facility does not of itself constitute any material new information. The Company has made several ASX announcements in the past three months (and previously) referring to an anticipated first shipping date in April 2018, including on:

- i. *15 February 2018 (Commissioning Commences at Bald Hill Lithium Plant)*
- ii. *14 March 2018 (Lithium Production Commences at Bald Hill)*
- iii. *16 March 2018 (Company Presentation)*
- iv. *29 March 2018 (Bald Hill Plant Achieves Key Milestones)*

The Company has likewise provided regular updates to the market on construction, commissioning and production activities at its Bald Hill Lithium and Tantalum mine.

The Company considers that the haulage and storage process is an implicit and integral part of the shipping process. The Company further considers that it is reasonable to expect haulage to follow plant commissioning and ore production and is an event which needs to occur prior to a published anticipated shipping date. The Company therefore is of the opinion that the Haulage Information is not new or unanticipated information that could be expected to have a material effect on the price or value of its securities.

The Company further notes that, consistent with its response, its share price remained within the range of \$0.42 and \$0.40 on the date of the Announcement and the following three trading days.

- 3. When did the Entity first become aware of the Haulage Information and the events detailed below? In answering this question, please state the date and time that the Entity first became aware of each of the following.**

3.1. The Haulage Information. 19 April 2018.

3.2. Commencement of loading of the first road train carrying spodumene from Bald Hill to the Port of Esperance. 20 April 2018.

3.3. Departure of the first loaded road train carrying spodumene from Bald Hill to the Port of Esperance. 20 April 2018 12.50pm.

4. If the answer to question 1 is “yes” and the Entity first became aware of the Haulage Information before the relevant date, did the Entity 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 Entity was obliged to release the information under Listing Rules 3.1 and 3.1A and what steps the Entity took to ensure that the information was released promptly and without delay.

Not applicable.

5. When did the Entity first become aware of each of the Twitter Post and the Hot Copper Post? In answering this question, please state the date and time that the Entity first became aware of each social media post.

The Company first became aware of each of the Twitter and the Hot Copper Posts at 3.05pm WST on Thursday 26 April 2018 when alerted to the posts by the ASX.

6. Please detail the steps taken by the Entity to inform the market once it became aware of each social media post.

No steps were taken as the Company has already made an announcement relating to the Haulage Information by the time it became aware of the posts.

7. Does the Entity have any commercial, employment or other relationship with either the person or persons behind @SmallCaps_asx or SU27? If the answer to this question is “yes”, please detail the nature and terms of that relationship/s.

The Company is not aware of the identity of this person/s.

8. Does the Entity have any policies and procedures which govern the access to and distribution or publication (including through social media) of the Entity’s information which may be material to the price or value of the Entity’s securities by an employee, contractor, or person otherwise permitted access to the Entity’s sites and/or information? If the answer to this question is “yes”, please detail those policies and procedures and advise how they are communicated to all such abovenamed persons.

The Company has a Code of Conduct which is available on the Company’s website which prohibits the distribution or publication of the Company’s confidential information.

Tawana also has a Continuous Disclosure Policy which is available on the Company’s website which provides that no Tawana Group employees or consultants are permitted to comment publicly on matters confidential to the Tawana Group. Any information that is not public must be treated by Tawana Group employees and consultants as confidential, until publicly released.

Compliance with the Company’s Code of Conduct and the Continuous Disclosure Policy is a condition of employment for employees.

Contractors on site are subject to confidentiality provisions in their contracts which likewise prohibit the distribution or publication of the Company’s confidential information. The Company relies on Contractors to communicate these conditions to their own employees.

9. Does the Entity consider it appropriate that an employee, a contractor, or person otherwise permitted access to Bald Hill and/or the Entity's information, capture an image and publish a social media post about or otherwise distribute information (including the Haulage Information) which may be material to the price or value of the Entity's securities before such information is released to the market by the Entity through MAP?

The Company does not consider this to be appropriate and is currently investigating this matter.

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

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

11. Please confirm that the Entity'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 the Entity with delegated authority from the board to respond to ASX on disclosure matters.

The Company confirms that the responses to the questions above have been authorised and approved by the Managing Director in accordance with the Company's published continuous disclosure policy.

I would be pleased to provide any additional information that would be helpful to your office.

Claire O'Brien
Company Secretary

30 April 2018
Sponsor
PricewaterhouseCoopers Corporate Finance (Pty) Limited