



19 October 2017

Mr Adrian Smythe  
Companies Announcement Office  
Australian Securities Exchange  
20 Bridge Street  
Sydney NSW 2000

Dear Mr Smythe

**PRICE QUERY – HEXAGON RESOURCES LIMITED (“HXG”)**

We refer to your letter dated 19 October 2017 and respond as follows;

1. Is HXG 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?

No.

*Consistent with previous disclosures to the market, management is in discussions with several parties concerning offtake and financing for the McIntosh flake graphite project in Western Australia. These discussions are in the ordinary course of business for a company seeking to develop such a potentially significant project.*

*The discussions are ongoing and there is no certainty that a deal will be agreed.*

2. If the answer to question 1 is “yes”:
  - a) Is HXG relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in HXG’s securities would suggest to ASX that such information may have ceased to be confidential and therefore the Entity 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 HXG may have for the recent trading in its securities?

*The Company is aware of the recent strongly positive sentiment towards listed companies focused on the battery minerals segment. Hexagon Resources is focused on its McIntosh flake graphite project in Western Australia, which falls within the battery minerals segment.*

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

Yes.

5. Please confirm that HXG’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 HXG with delegated authority from the board to respond to ASX on disclosure matters.

*Confirmed*

Yours faithfully

**Rowan Caren**  
Company Secretary

**Hexagon Resources Limited**