



ASX: NWF

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17 May 2019

ASX Limited
Level 40, Central Park
152-158 St George's Terrace
PERTH WA 6000

Attention: Ms Sandra Wutete

By Email: Sandra.Wutete@asx.com.au

Dear Sandra

APPENDIX 5B QUERY

We acknowledge receipt of your letter dated 16 May 2019 regarding the Company's Appendix 5B for the period ended 31 March 2019, released to ASX Limited ("ASX") on 30 April 2019.

In response to each of your questions, we advise as follows:

1. Newfield expects to have negative operating cash flows for the time being as it continues to focus on the development of its Tongo Diamond Project in Sierra Leone.
2. Newfield has adequate funding in place to fund its current activities. As noted in Section 9 of its Appendix 5B for the quarter ended 31 March 2019, the Company had \$6.9 million in the form of funds available at call to the Company. During the current quarter, \$2.2 million has been accessed to fund ongoing operations. In addition to its current exploration activities, the Company is considering a number of funding strategies for the development of the Tongo Diamond Project as noted in its FEED announcement dated 9 May 2019.
3. Based on the above responses, the Company expects to continue its operations and meet its business objectives.
4. Yes, the Company confirms its compliance with listing rule 3.1.
5. The Company's responses to ASX's questions have been authorised and approved by its Board.

Yours faithfully,

A handwritten signature in blue ink, appearing to be "Kim Hogg", written in a cursive style.

Kim Hogg
Company Secretary
Newfield Resources Limited



16 May 2019

Reference: 02339

Mr Kim Hogg
Company Secretary
Newfield Resources Limited

By email

Dear Mr Hogg

Newfield Resources Limited ('NWF'): Appendix 5B Query

ASX refers to NWF's Appendix 5B quarterly report for the period ended 31 March 2019 lodged with ASX Market Announcements Platform on 30 April 2019 (the 'Appendix 5B').

ASX notes that NWF has reported:

- negative net operating cash flows for the quarter of \$2,285,000;
- cash at the end of the quarter of \$194,000; and
- estimated cash outflows for the next quarter of \$3,880,000.

It is possible to conclude, based on the information in the Appendix 5B that if NWF were to continue to expend cash at the rate indicated by the Appendix 5B, NWF may not have sufficient cash to continue funding its operations.

In view of that, ASX asks NWF to respond separately to each of the following questions and requests for information:

1. Does NWF expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has NWF taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
3. Does NWF expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. Please confirm that NWF is complying with Listing Rule 3.1 and that there is no information about its financial condition that should be given to ASX in accordance with that rule that has not already been released to the market.
5. Please confirm that NWF's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of NWF 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 Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by no later than **4:00 PM AWST Tuesday, 21 May 2019**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in NWF'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, NWF'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 ListingsCompliancePerth@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 and Listing Rule 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 NWF’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 NWF’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, you should discuss with us whether it is appropriate to request a trading halt in NWF’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 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*.

Enquiries

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

Yours sincerely

[Sent electronically without signature]

Sandra Wutete

Senior Adviser, Listings Compliance (Perth)