



16 March 2018

ASX Code: MTB

Ms Isabelle Andrews
Adviser
Listings Compliance (Perth)
ASX Compliance Pty Ltd
Level 40 Central Park
Perth WA 6000

Dear Ms Andrews,

In regard to your letter of 16 March 2018, please find below responses to the six queries raised by ASX.

1. Does MTB consider the information (or part thereof), being the assay results for the following drill holes:

a. KRC204;

b. KDD203;

c. KDD202;

d. KDD201;

e. KDD109;

f. KDD206;

g. KDD126;

h. KDD200;

to be information that a reasonable person would expect to have a material effect on the price or value of its securities? In answering the question please provide a response for each drill hole.

In response to Query 1

a. KRC204;	NO
b. KDD203;	NO
c. KDD202;	NO
d. KDD201;	NO
e. KDD109;	NO
f. KDD206;	NO
g. KDD126;	NO
h. KDD200;	NO

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

a) **KRC204 (actually KDD204)**

Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

b) **KDD203**

Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

c) **KDD202**

Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

d) **KDD201**

Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

e) **KDD109**

Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

f) **KDD 206**

Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

g) KDD 126
Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

h) KDD 200
Upon receipt of the assay data and initial review by technical personnel working on developing the Kihabe Zinc, Lead, Silver and Germanium Deposit, the Vanadium values were not selected as being necessary for reporting to ASX. Accordingly, so far as the Vanadium assay values were concerned, the Company **did not** believe that this was information that a reasonable person would expect to have a material effect on the price or value of its securities.

3. When did MTB first become aware of the information in respect of each of the following drill holes:

In response to Query 3:

- a. KRC204
(KDD 204) 16 January 2018 multiple assays including Vanadium received from Lab
- b. KDD203 16 January 2018 multiple assays including Vanadium received from Lab
- c. KDD202 29 December 2017 multiple assays including Vanadium received from Lab
- d. KDD201 29 December 2017 multiple assays including Vanadium received from Lab
- e. KDD109 2 July 2007 multiple assays including Vanadium received from Lab
- f. KDD206 16 January 2018 multiple assays including Vanadium received from Lab
- g. KDD126 6 March 2008 multiple assays including Vanadium received from Lab
- h. KDD200 18 December 2017 multiple assays including Vanadium received from Lab

4. If MTB first became aware of the information before the relevant date, did MTB 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 MTB was obliged to release the information under Listing Rules 3.1 and 3.1A and what steps MTB took to ensure that the information was released promptly and without delay.

In response to Query 4:

MTB first became aware of the information before the relevant date (Announcement Date).

MTB did not make any announcement in relation to Vanadium assays in respect of the Drill Holes listed in 1 and 3 above prior to today's announcement.

It was only upon a subsequent in-depth review of the Vanadium results from the above HQ diamond drill holes, when reviewed in association with any previous Vanadium results from **the area outlined as Zone 1** in today's announcement, which were mainly from historical RC holes, that a firm trend of Vanadium mineralisation was seen as emerging. This was in early March 2018. (It should be noted that the Company did not always assay drill holes for Vanadium as its focus was the Zinc/Lead/Silver resource.)

MTB was not able to release this information to the market any earlier than it did. From 9 March 2018, when it appeared there could be a trend with Vanadium mineralisation, information had to be compiled from assay data from recent drill holes and historical drill holes. This involved MTB staff working on the compilation of data, even over the weekend to ensure that the information was released promptly and without delay. This involved:

- extracting information from archived databases
- assembling that data on Sections with recent drill hole assay results
- assessing the combined data to see if it warranted further advancement
- meeting with Metallurgical Consultant to determine if there was any future for advancing the Vanadium aspect of the Company's Zinc/Lead/Silver/Germanium Project
- compiling the data in accordance with the ASX Listing Rules (JORC 2012) requirements in preparation of an announcement
- having the data independently and professionally reviewed and approved and signed off by a Competent Person which was done at **9 pm on 15 March 2018** last night.
- Lodging the announcement the following morning (**today**).

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

In response to Question 5 as far as it is aware MTB is in compliance with the Listing Rules and in particular with Listing Rule 3.1.

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

In answer to **Question 6**, MTB confirms that its responses to the questions above have been authorised and approved by Nigel Raymond Forrester, FCA (ICAEW), CEO of MTB, with delegated authority from the MTB Board to respond to ASX on disclosure matters.

IN CONCLUSION

MTB believes that it is necessary to consider **all** 16 drill holes that were included in the announcement being queried. Results from 8 of the 16 drill holes had previously been announced to the market in May, June, September, October and December 2006, so all this information is in the public domain. There is a significant difference between the Vanadium price today and that of

2006. Consequently the results that were released in 2006 would today be viewed relative to current prices.

As announced today further geological modelling is underway to assess the grade and continuity of the four Vanadium domains in relation to the existing resource area and **the information will be released to the market once complete.**

Yours sincerely,

A handwritten signature in black ink, appearing to be 'Nigel Forrester', written over a circular scribble.

**Nigel Forrester FCA (ICAEW)
CEO**

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