

Stephanie Patchell
ASX Compliance Pty Ltd
Level 40, Central Park
152 – 158 St Georges Tce
Perth WA 6000

Dear Stephanie,

Response to Price Query

Accelerate Resources Limited (**Company**) provides the following responses to the questions set out in your letter dated 21 October 2020:

1. 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 its securities.
2. Not applicable.
3. No, but the Company advises that it had commenced a 1,200m RC drill program on the week commencing 14 September 2020 at its Comet Gold Project. The Company advises that at the conclusion of the drilling program all samples were sent to the laboratory for processing. In total, 740 samples were submitted for fire assay analysis. The assay process has commenced, however the Company is not aware of any results having been generated by the laboratory as at today's date. The samples were dispatched to the laboratory in 4 bulka bags, and all samples were received by the laboratory at their Perth facility on 30 September 2020.

The Company confirms that it has not received any results from the laboratory. The Company expects to receive the assay results from the laboratory within the next couple of weeks (noting that this timing is in line with the timing stated in the Company's announcement dated 2 October 2020). It would be potentially misleading to the market if the Company were to predict an exact date at which it anticipates it will receive any results (due to this process being driven by the laboratory, and not the Company).

The Company is unable to confirm whether the results are material, as it has not yet received any results from the laboratory.

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

CONTACTS

BOARD

The Company has adequate procedures in place in accordance with its Continuous Disclosure Policy.

In accordance with its Continuous Disclosure Policy, in the event that any member of management becomes aware of any fact or circumstance which may give rise to a requirement to disclose such information under the ASX Listing Rules, they will immediately inform either the Company Secretary, Managing Director or the Chair.

The Company ensures confidentiality and security of the samples by adopting the following procedure in conjunction with its contractors (who are bound by contractual confidentiality provisions):

- RC drill samples are collected by Company representatives in the field from the drill rig as the sample is created through a cone splitter. These samples are collected from the cone splitter in 1m intervals, and 4m composites were collected in potentially unmineralized zones. All calico bags have a unique sample number. Company representatives have custody of the samples which are then securely transported to the laboratory in Perth
- At the laboratory, the samples are stored at the secure facility in Perth before being booked in for sample preparation and analysis.

5. The above responses have been approved by the Board of the Company.

Yours sincerely



Deborah Ho
Company Secretary

Accelerate Resources Limited

CONTACTS

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BOARD

Grant Mooney
Yaxi Zhan
Richard Hill
Deborah Ho

Non-Executive Chairman
Managing Director
Non-Executive Director
Company Secretary

Market Data

ASX Code: AX8

Shares on Issue: 143M



21 October 2020

Reference: ODIN26344

Ms Deborah Ho
Company Secretary
Accelerate Resources Limited
Ground Floor, 16 Ord Street
West Perth, Western Australia 6005

By email: dho@ventnorcapital.com

Dear Ms Ho

Accelerate Resources Limited ('AX8'): Price and Volume - Query

ASX refers to the following:

- A. The change in the price of AX8's securities from an intraday low of \$0.090 on Tuesday 20 October 2020 to an intraday high of \$0.135 on Wednesday 21 October 2020.
- B. The significant increase in the volume of AX8's securities traded from 20 October 2020 to 21 October 2020.

Request for information

In light of this, ASX asks AX8 to respond separately to each of the following questions and requests for information:

1. Is AX8 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 AX8 relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1? Please note that the recent trading in AX8's securities would suggest to ASX that such information may have ceased to be confidential and therefore AX8 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 AX8 may have for the recent trading in its securities?
4. Please confirm that AX8 is complying with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that AX8'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 AX8 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 **10:15 AM AWST Wednesday, 21 October 2020**. 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, AX8'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 and may require AX8 to request a trading halt immediately.

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.

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 AX8's securities under Listing Rule 17.1. If you wish 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*.

Suspension

If you are unable to respond to this letter by the time specified above, ASX will likely suspend trading in AX8's securities under Listing Rule 17.3.

Listing Rules 3.1 and 3.1A

In responding to this letter, you should have regard to AX8'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 AX8'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.

Release of correspondence between ASX and entity

We reserve the right to release a copy of this letter, your reply and any other related correspondence between us to the market under Listing Rule 18.7A.

Questions

If you have any questions in relation to the above, please do not hesitate to contact me.

Yours sincerely

Vanessa Nevjestic
Adviser, Listings Compliance (Perth)