

19 November 2018

## **Circular to Shareholders**

Dear Shareholder,

### **Re Suspension from Trading.**

We are writing to you to explain to you why our shares are suspended from trading and what steps the company is taking to rectify this.

Under the Corporations Act a company has the obligation to issue a Cleansing Notice or a Cleansing Prospectus subsequent to the issue of new shares to allow secondary trading to take place in those shares; without the Cleansing Notice or Cleansing Prospectus any secondary trading in the issued shares is not authorised.

Classic Minerals made several issues of new shares since the Company was listed. The company had previously complied with the requirement to issue a cleansing notice, but from mid-June 2016 no cleansing notice was issued in respect to issues of shares. When this came to light the company corrected the Appendix 3B by including the required cleansing statement on 24 September 2018, and the ASX has now required the company to comply with the previous omissions. A breach of the cleansing notice rule means the ASX will automatically suspend the listed company's quotation until the breach is rectified and so our shares were suspended from trading. To rectify the breach the company must apply to the Federal Court, issue a Cleansing Prospectus and inform all the affected shareholders.

We are, as a matter of urgency, doing all these things. Your board takes this matter very seriously and we are fully conscious of the inconvenience the suspension has caused shareholders.

There is a further scheduled Federal Court hearing on December 12th.

We regret we cannot give you a definitive date when trading will recommence, we are doing everything in our power to facilitate this process and allow the ASX to lift the suspension.

On behalf of the Board of Classic Minerals.

**John Lester**  
**Chairman**