



BIG STAR ENERGY

Ms Madeleine Green
Senior Advisor, Listings Compliance (Perth)
ASX

10 September 2019

By email: Madeleine.Green@asx.com.au

Dear Ms Green

Big Star Energy Ltd (BNL) – ASX Query

We refer to your letter of 6 September 2019.

BNL responds to your queries, which are set out in bold type below, as follows:

- 1. Please provide the location of the Lease, including a map, coordinates and any other identifying details.**

We refer to the appendix to this letter. As discussed, please note that BNL has acquired an oil and gas lease in respect of 40 gross acres, for an initial term of 5 years, with an option to renew for a further 5 years and a 12.5% royalty (**New Lease**). The acquisition cost of the New Lease is not material to Big Star.

- 2. Please detail the cost of acquiring the Lease, or if the amount was immaterial to BNL, please state this.**

The cost of acquiring the Lease was not material to BNL.

- 3. Please confirm how many of the 188 soil gas samples were collected from the Lease area and please provide the results and the location of the samples collected from the Lease area, including a map and coordinates.**

None of the samples were collected from the areas the subject of the Lease. BNL did not sample any area within its existing leases because it would have been unnecessarily time-consuming and costly to obtain access rights from the surface owners and the Company did not consider it necessary in order to achieve the objective of the survey which was regional in scale and intended to refine its Enterprise Prospect and some of its other prospects and leads.

- 4. If any of the 188 soil samples detailed in the 3 September Announcement were not collected from BNL's Lease please detail whether BNL has any interest or right to the land upon which the samples were taken.**

BNL does not have any current interest or right to the land upon which the samples were taken.

5. **If BNL does not have an interest or right in the land the subject of question 4 please detail how BNL accessed the land to collect the soil samples.**

The samples were taken from public open spaces and accessed using public roads.

6. **Please confirm if BNL has any right or interest in the land or area representing the 'Enterprise Prospect' other than the Lease area.**

BNL has no right to or interest in the land or area representing the Enterprise Prospect other than the Lease and the New Lease.

7. **Please confirm that BNL is complying with the Listing Rules and, in particular, Listing Rule 3.1.**

BNL confirms that it is complying with the Listing Rules and, in particular, Listing Rule 3.1.

8. **Please confirm that BNL'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 BNL with delegated authority from the board to respond to ASX on disclosure matters.**

This response has been authorised by the board of BNL.

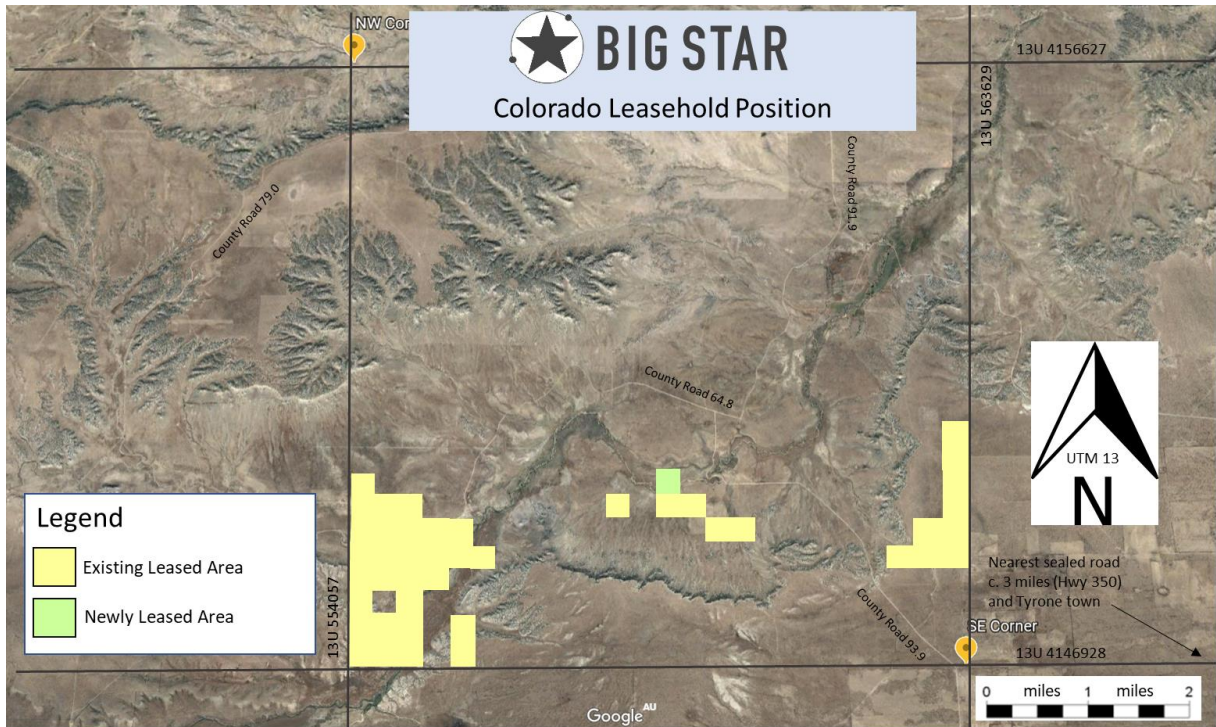
Yours faithfully



Ross Warner
Chairman

Big Star Energy Limited

Appendix





6 September 2019

Mr Andrew Whitten
Company Secretary
Big Star Energy Ltd

By email: Andrew.Whitten@automicgroup.com.au

Dear Mr Whitten

Big Star Energy Ltd ('BNL'): ASX Query

ASX refers to the following:

- A. BNL's announcement entitled "First Lease Secured Over 'Enterprise' Helium Prospect" lodged on the ASX Market Announcements Platform ('MAP') on 22 August 2019 (the 'Lease Announcement'), disclosing how BNL had secured its first lease of 1,800 gross acres in an area prospective for helium in the USA ('Lease'). ASX notes that the location and identifying details of the Lease was not included in the Lease Announcement.
- B. BNL's announcement entitled "Helium Prospects Technical Update" lodged on MAP on 29 August 2019, disclosing that BNL had completed soil gas sampling and had collected 188 soil gas samples across its focus area.
- C. BNL's announcement entitled "Helium Soil Gas Survey Update" lodged on MAP on 3 September 2019, disclosing the results from the 188 soil gas samples ('3 September Announcement').
- D. Listing Rule 3.1, which requires a listed entity to immediately give ASX 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.
- E. Listing Rule 5.30, which states:

*"An *entity publicly reporting material *exploration and drilling results in relation to *petroleum resources must include all of the following information in that report and give the report to ASX for release to the market.*

- (a) The name and type of well.*
- (b) The location of the well and the details of the permit or lease in which the well is located.*
- (c) The *entity's working interest in the well.*
- (d) If the gross pay thickness is reported for an interval of conventional resources, the net pay thickness.*
- (e) The geological rock type of the formation drilled.*
- (f) The depth of the zones tested.*
- (g) The types of test(s) undertaken and the duration of the test(s).*
- (h) The hydrocarbon phases recovered in the test(s).*
- (i) Any other recovery, such as, formation water and water, associated with the test(s) and their respective proportions.*
- (j) The choke size used, the flow rates and, if measured, the volumes of the hydrocarbon phases measured.*

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- (k) *If applicable, the number of fracture stimulation stages and the size and nature of fracture stimulation applied.*
- (l) *Any material volumes of non-hydrocarbon gases, such as, carbon dioxide, nitrogen, hydrogen sulphide and sulphur.*
- (m) *Any other information that is material to understanding the reported results.”*

Request for Information

Having regard to the above, ASX asks BNL to respond separately to each of the following questions and requests for information:

1. Please provide the location of the Lease, including a map, coordinates and any other identifying details.
2. Please detail the cost of acquiring the Lease, or if the amount was immaterial to BNL, please state this.
3. Please confirm how many of the 188 soil gas samples were collected from the Lease area and please provide the results and the location of the samples collected from the Lease area, including a map and coordinates.
4. If any of the 188 soil samples detailed in the 3 September Announcement were not collected from BNL's Lease please detail whether BNL has any interest or right to the land upon which the samples were taken.
5. If BNL does not have an interest or right in the land the subject of question 4 please detail how BNL accessed the land to collect the soil samples.
6. Please confirm if BNL has any right or interest in the land or area representing the 'Enterprise Prospect' other than the Lease area.
7. Please confirm that BNL is complying with the Listing Rules and, in particular, Listing Rule 3.1.
8. Please confirm that BNL'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 BNL 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 **5:00 PM AWST Wednesday, 11 September 2019**.

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 Rules 3.1 and 3.1A

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

Suspension

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

Enquiries

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

Yours sincerely

Madeleine Green
Senior Adviser, Listings Compliance (Perth)