Jadar Resources

24 February 2021

Ms Madeleine Green
Senior Adviser, Listings Compliance (Perth)
Level 40 Central Park
152-158 St Georges Terrace
PERTH WA 6000

Response to ASX Price Query

Jadar Resources Limited (ASX:JDR, "Jadar" or "the Company") provides this response in relation to ASX's letter dated 23 February 2021 regarding a change in the price of JDR's securities from a low of $0.033 at the close of trade on Monday, 22 February 2021 to an intraday high of $0.051 on Tuesday, 23 February 2021. In addition, ASX has noted the significant increase in the volume of JDR's securities traded on Tuesday, 23 February 2021.

In response to the questions detailed in ASX's letter the Company advises as follows:

1. **Is JDR 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?**

   No. However, the Company notes the issue of a cleansing notice on 29 January 2021 in which the Company advised shareholders that it had been presented with an opportunity to spin-out its Serbian assets which are held by a subsidiary of the Company. Prior to today's announcement regarding the spin-out of the Company's Serbian assets, the proposal was incomplete in nature.

2. **If the answer to question 1 is "yes"**

   Not applicable.

3. **If the answer to question 1 is "no", is there any other explanation that JDR may have for the recent trading in its securities?**

   The Company is not aware of any reason or information which could be an explanation for the manner of trading in the Company's securities over the aforementioned period. However, the Company notes that its exploration projects and work programs include lithium, silver, tin, copper and gold commodities, which are active sectors experiencing favourable market conditions. As such the Company continues to advance its work programs and proactively pursues project generation activities.

4. **Please confirm that the Entity is in compliance with the Listing Rules and, in particular, Listing Rule 3.1**

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

5. Approval of responses

The above responses have been authorized and approved by the Board.

Yours faithfully
Jadar Resources Limited

Louisa Martino
Company Secretary

23 February 2021

Reference: 31246

Ms Louisa Martino
Company Secretary
Jadar Resources Limited

By email: louisa@indianoceancapital.com

Dear Ms Martino

Jadar Resources Limited ('JDR'): Price Query

ASX refers to the following:

A. The change in the price of JDR's securities from a low of $0.033 at the close of trade on Monday, 22 February 2021 to an intraday high of $0.051 today, Tuesday 23 February 2021.

B. The significant increase in the volume of JDR's securities traded today, Tuesday 23 February 2021.

Request for information

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

1. Is JDR 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 JDR relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1? Please note that the recent trading in JDR's securities would suggest to ASX that such information may have ceased to be confidential and therefore JDR 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 JDR may have for the recent trading in its securities?

4. Please confirm that JDR is complying with the Listing Rules and, in particular, Listing Rule 3.1.

5. Please confirm that JDR'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 JDR 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 **2:00 PM AWST Tuesday, 23 February 2021**. 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, JDR'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 JDR 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 JDR'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 JDR's securities under Listing Rule 17.3.

Listing Rules 3.1 and 3.1A

In responding to this letter, you should have regard to JDR'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 JDR'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

Madeleine Green
Senior Adviser, Listings Compliance (Perth)