



10 February 2014

Dale Allen
Advisor, Listings (Perth)
ASX Compliance Pty Ltd
Level 8 Exchange Plaza
2 The Esplanade
Perth WA 6000

By email: dale.allen@asx.com.au

Dear Dale,

Global Strategic Metals NL (“GSZ” or the “Company”) Appendix 5B for the period ended 31 December 2013

I refer to your letter dated 6 February 2014 regarding the Company’s Cash Flow Report (Appendix 5B) for the period ended 31 December 2013.

In response to your questions we advise as follows:

1. The senior management of the Company, with the assistance of Fox Davies Capital Limited (FDC), continues to promote the Company in respect of a proposed capital raising.

The Company can also confirm that it anticipates the following cash inflows in the March 2014 quarter:

- Release of environmental bonds relating to Elizabeth Hill. This will result in \$119,000 previously classified as restricted cash to being available cash.
- Other cash inflows of approximately \$47,000 mainly resulting from GST and VAT refunds.



2. The senior management of the Company, with the assistance of FDC, continues to promote the Company in respect of a proposed capital raising. A capital raising will enable the Company to develop its flagship Wolfsberg Lithium Project.
3. Refer to questions 1 and 2.
4. GSZ is in compliance with the Listing Rules including Listing Rule 3.1.
5. GSZ is in compliance with the Listing Rules including Listing Rule 12.1.
6. GSZ continues to comply with Listing Rule 12.2.

Yours faithfully

GLOBAL STRATEGIC METALS NL

Tony Sage

Non-Executive Chairman



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6 February 2014

Melissa Chapman
Company Secretary
Global Strategic Metals NL

By email: melissac@capelam.com.au

Dear Melissa

Global Strategic Metals NL (the "Company")

I refer to the Company's Quarterly Cash Flow Report in the form of Appendix 5B for the quarter ended 31 December 2013, released to ASX Limited ("ASX") on 31 January 2014, (the "Appendix 5B").

ASX notes that the Company has reported the following.

1. Receipts from product sales and related debtors of \$nil.
2. Payments for exploration and evaluation of \$113,000.
3. Negative operating cash flows for the quarter of \$207,000.
4. Cash at end of quarter of \$332,000
5. Estimated cash outflows for the March 2014 quarter of \$490,000

In light of the information contained in the Appendix 5B, please respond to each of the following questions.

1. It is possible to conclude on the basis of the information provided that if the Company were to continue to expend cash at the rate indicated by the Appendix 5B, the Company may not have sufficient cash to fund its activities. Is this the case, or are there other factors that should be taken into account in assessing the Company's position?
2. Does the Company expect that in the future it will have negative operating cash flows similar to that reported in the Appendix 5B and, if so, what steps has it taken to ensure that it has sufficient funds in order to continue its operations at that rate?
3. What steps has the Company taken, or what steps does it propose to take, to enable it to continue to meet its business objectives?
4. Can the Company confirm that it is in compliance with the listing rules, and in particular, listing rule 3.1?
5. Please comment on the Company's compliance with listing rule 12.1.

6. Please comment on the Company's compliance with listing rule 12.2, with reference to the matters discussed in the note to the rule.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately 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. The exceptions to this requirement are set out in the rule.

In responding to this letter you should consult listing rule 3.1 and the guidance note titled "Continuous disclosure: listing rule 3.1".

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

This letter and your response will be released to the market. If you have any concerns about your response being released, please contact me immediately. Your response should be sent to me on **facsimile number (08) 9221 2020** or **email dale.allen@asx.com.au**. It should not be sent to ASX Market Announcements.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than **4:30pm (WST) on Monday 10 February 2014**.

If you are unable to respond by the time requested you should consider a request for a trading halt in the Company's securities.

If you have any queries please let me know.

Yours sincerely,

[sent electronically without signature]

Dale Allen
Adviser, Listings (Perth)