

7 JANUARY 2020

RESPONSE TO SGX QUERIES ON SECTION 444GA APPLICATION

Alita Resources Limited (Subject to Deed of Company Arrangement) (ASX: A40; SGX: 40F) (**Company**) would like to provide the following information in response to queries raised by the Singapore Exchange Securities Trading Limited (SGX-ST) on 6 January 2020 in respect of the announcement released by the Company on 3 January 2020 titled "Shareholder Update – Section 444GA Application".

Response to SGX queries

SGX Queries	Company's Responses
<p>1. Pls explain why the timetable for actions to be taken subsequent to the release of the Explanatory Statement and Expert Report, are not shifted to a later date despite the publication of the Explanatory Statement and Expert Report being delayed. Given that the Explanatory Statement and Expert Report contains important information for shareholders to fully understand the rationale and implications for the developments in Alita and the Section 444GA application, sufficient time should be accorded for shareholders to review, digest, decide and raise relevant concerns / objections / questions they may have. Only then will they be able to enter into meaningful appearance.</p>	<p>Under Australian laws and regulations, under which the DOCA is effected, 14 days before the directions hearing would generally constitute sufficient notice to shareholders for this purpose. As such, releasing the Explanatory Statement and the Expert Report on 10 January 2020 (or such later date up to around 16 January 2020) is expected to afford shareholders sufficient time "to review, digest, decide and raise relevant concerns / objections / questions they may have".</p>
<p>2. The Section 444GA application may result in the transfer of ALL shares in Alita to satisfy the DOCA. The implication is that shareholders will have their investments transferred to CHEL / Liatam at NIL consideration. To provide more details on the bases and justifications for such an arrangement and how shareholders' investment and interests are taken care of.</p>	<p>This will be disclosed in the Explanatory Statement and the accompanying Expert Report which is expected to be published on or around 10 January 2020.</p>
<p>3. Given that the Section 444GA application is being filed in the Australian Courts, what other steps (ie, in addition to the Expert Reports and update announcements) will KordaMentha be taking to provide more clarity to shareholders, answer questions from shareholders and ensure all comments, concerns, questions and objections from shareholders are duly and fairly taken up and presented to the Court.</p>	<p>The Deed Administrators continue to consider what arrangements, if any, might be appropriate in this regard, and will provide guidance following the release of the Explanatory Statement and the accompanying Expert Report.</p>



If you have any concerns, objections or questions in relation to the section 444GA process, please contact the Deed Administrators as soon as possible by calling +61 8 9220 9333 or +65 6593 9388 or by emailing alita@kordamentha.com.

Alita Resources Ltd (Subject to Deed of Company Arrangement)