



30 April 2019

ASX Code: MTB

Mr Chris Hesford
Adviser
Listings Compliance (Perth)
ASX Compliance Pty Ltd
Level 40 Central Park
Perth WA 6000

Dear Mr Hesford,

In regard to your letter of 29 April 2019 addressed to the Company Secretary, please find below responses to the six queries raised by ASX.

ASX Query 1. *Does MTB expect that it will continue to have negative operating cash flows for the time being and, if not, why not?*

In answer to **Query 1**, MTB confirms that as a company involved in resource exploration and development, without a project in production to generate cash flow, the Company will continue to have negative operating cash flows for the time being.

ASX Query 2. *Has MTB taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?*

MTB has the capacity to conduct further share placements under Listing Rules 7.1 and 7.1A. Subject to approval at a General Meeting to be held on 1 May 2019, MTB will then have the availability to issue the full capacity of 15% of its current issued Share Capital under Listing Rule 7.1, as well as the full capacity of 10% of its current issued share capital under Listing Rule 7.1A. MTB can also conduct rights issues for the purpose of further funding. MTB has also recently received expressions of interest relative to participation in future capital raisings.

Reference to the Corporate Section of MTB's Quarterly Report released to ASX on 29 April 2019, shows that MTB has lodged and is awaiting receipt of a R & D claim amounting to \$70,177 and if required has commitments for loan funding from Directors amounting to \$15,000.

As a consequence of the recent Ultra Fine Dense Media Separation test work conducted by EXXARO on the Nxuu Deposit to separate barren Quartz Wacke from mineralised Quartz Wacke, being the host rock of mineralisation and in order to keep the market fully informed, MTB has been involved in assessing the impact it could have on the Kihabe-Nxuu Project. MTB believed that it could have impacted on its share price and therefore believed it appropriate to release these results so that in accordance with Listing Rule 3.1 any capital raising could be conducted in a fully informed market.

ASX Query 3. *Does MTB expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?*

In answer to **Query 3**, MTB believes that it will be able to continue its operations and meet its business objectives through the ability to raise further funds for the development of its Kihabe-Nxuu project.

ASX Query 4. *Please provide any other information that MTB considers may be relevant to ASX forming an opinion on whether MTB is in compliance with Listing Rule 12.2 (a listed entity's financial condition must in ASX's opinion, be adequate to warrant the continued quotation of its securities and its continued listing)*

In answer to **Query 4**, MTB believes that its financial condition, when taking into account information as outlined in MTB's answers to **ASX Queries 2 and 3**, is adequate to warrant the continued quotation of its securities and its continued listing. In addition, MTB is focussed on developing a project, which based on current metal prices provides a real purpose for pursuing the potential for future production for both an Australian Listed Company and Botswana, a country in need of developing its potential resources.

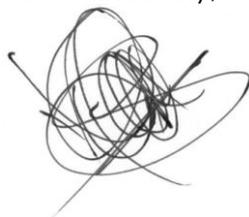
ASX Query 5. *Please confirm that MTB is in compliance with Listing Rule 3.1 and that there is no information about its financial condition that should be given to ASX in accordance with that Rule that has not already been released to the market.*

In answer to **Query 5**, MTB confirms that to the best of its knowledge, it is in compliance with Listing Rule 3.1 and that there isn't any information about its financial condition that should be given to ASX in accordance with that rule that has not already been released to the market.

ASX Query 6. *Please confirm that MTB'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 MTB with delegated authority from the Board to respond to ASX on disclosure matters.*

In answer to **Query 6**, MTB confirms that its responses to the questions above have been authorised and approved by Nigel Raymond Forrester, FCA (ICAEW), CEO of MTB, with delegated authority from the MTB Board to respond to ASX on disclosure matters.

Yours sincerely,

A handwritten signature in black ink, appearing to be 'Nigel Forrester', written over a circular scribble.

Nigel Forrester
CEO

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