



# SUNDANCE RESOURCES LTD

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ABN 19 055 719 394

7<sup>th</sup> May 2009

Mr Wade Baggott  
Adviser, Issuers (Perth)  
Australian Stock Exchange Ltd  
Level 8, Exchange Plaza  
2 The Esplanade  
PERTH WA 6000

Transmission by facsimile: 9221 2020 (2 pages)

Dear Wade

## PRICE AND VOLUME QUERY

In reference to your query today, the Company responds as follows:

1. No, however, the Company does note that it is completing assessment of an upgrade in the classification of resources relating to its Mbalam Iron Ore Project. This work is confidential and incomplete. The Company has requested a trading halt in its securities until such time as this assessment is complete.
2. See answer to Query 1.
3. We note that the following general market-related factors may have had an impact on the recent trading in the Company's securities:
  - a. The Company recently completed a successful capital raising of A\$15.76 million which included a Share Placement Plan (SPP) subscribed to by 2,998 existing shareholders.
  - b. The Company today issued Appendix 3Y Change of Directors Interest notices in respect of the shareholdings of the Chairman and the Chief Executive based on their participation in the SPP.
  - c. The Company recently presented to an Iron Ore and Steel Conference in China where interest in Iron ore projects is strengthening in anticipation of recovery in the Chinese and international economies. As previously announced, discussions are continuing between the Company and a number of prospective strategic partners with potential interest in investment, offtake, construction and/or financing of the Company's Mbalam Iron Ore Project in central West Africa. These discussions are confidential and incomplete.
  - d. The strong recovery in world equity markets over recent months has been characterised by particular strength in the resources sector, including the junior iron ore sector. The Company's share price appreciation over this period has generally lagged its peers and the above events may be responsible for recent volatility in the price and volume of the Company's securities.
4. We confirm that confirm the company is in compliance with ASX Listing Rule 3.1.

If you have any further queries relating to this matter, please do not hesitate to contact me.

Yours sincerely  
**SUNDANCE RESOURCES LIMITED**



**PETER CANTERBURY**  
Chief Financial Officer



**ASX**

AUSTRALIAN SECURITIES EXCHANGE



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 Managing Director  
 Sundance Resources Limited  
 Level 27 St Martin's Tower  
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ASX Markets Supervision Pty Ltd  
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 Facsimile 61 8 9221 2020  
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By Facsimile: 08 9220 2311

Dear Don

**Sundance Resources Limited (the "Company")**  
**RE: PRICE AND VOLUME QUERY**

We have noted a change in the price of the Company's securities from \$0.105 on Wednesday 6 May 2009 to a high of \$0.135 today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price change and increase in volume, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?
4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by facsimile on facsimile number 08 9221 2020. It should not be sent to the Company Announcements Office.

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 **half an hour before the commencement of trading (7:30am WST) tomorrow 8 May 2009.**

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

### 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 listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – 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.

### Trading halt

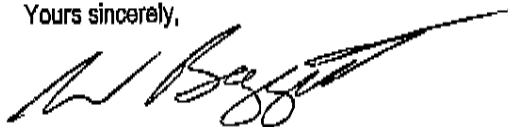
If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the 's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts, we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- 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.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please contact me on 08 9224 0023.

Yours sincerely,



Wade Baggott

**Adviser, Issuers (Perth)**

RECEIVED  
ASX  
PERTH  
15 MAY 2009  
10:00 AM