



9 August 2018

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

Dear Ms Green

HELIOS ENERGY LIMITED – PRICE QUERY

I refer to your letter to Helios Energy Ltd (**Helios** or **Company**) of 8 August 2018. The Company's responses to your 5 questions are below.

Response to Question 1

No.

Response to Question 2

Not applicable.

Response to Question 3

No.

The Company does not have any information to release to the market at this stage and provides the following update:

Quinn Creek 141

The Company released its quarterly activities report on 31 July 2018. As stated in that report, the results from the one stage frack of the Ojinaga Formation between 4,744 and 4,880 feet are very encouraging.

The Company is currently engaged in continuous on-going production testing of its Quinn Creek 141 well and is currently analysing these results and will make a release to the market on these results when this analysis is completed.

ASX Code: HE8

Directors

Hui Ye
Non-Executive Chairman
Richard He
Managing Director
Robert Bearden
Non-Executive Director
Nicholas Ong
Non-Executive Director
Gary Steinepreis
Non-Executive Director and
Company Secretary

Contact Details

Australian Office

Level 3, 18 Richardson Street
West Perth WA 6005 Australia
PO Box 1485 West Perth
WA Australia 6872
Tel +61 1300 291 195
Fax +61 8 6298 6191

USA Office

2 Riverway, 17th Floor
Suite 1710, Houston
Texas USA 77056
Tel +1 713 333 3613
Fax +1 713 583 0965

www.heliosenergy ltd.com



Response to Question 4

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

Response to Question 5

The Company confirms that the responses to the questions above have been authorised and approved by officers of the Company with delegated authority from the board to respond to ASX on disclosure matters.

Yours sincerely

A handwritten signature in black ink that reads "Gary Steinepreis". The signature is written in a cursive style with a large, looped initial "G".

Gary Steinepreis
Non-Executive Director and Company Secretary



8 August 2018

Gary Steinepreis

Company Secretary
Helios Energy Ltd
Level 3, 18 Richardson Street
WEST PERTH WA 6005

By email: gs@ascentcapital.com.au

Dear Gary

Helios Energy Ltd (the “Company”): Price Query

We note the change in the price of the Company’s securities from a low of \$0.087 at the close of trade yesterday Tuesday, 7 August 2018 to a high of \$0.105 today, Wednesday 8 August 2018.

We note the significant increase in the volume of the Company’s securities traded today, Wednesday 8 August 2018.

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

1. Is the Company 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 the Company relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in the Company’s securities would suggest to ASX that such information may have ceased to be confidential and therefore the Company 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 the Company may have for the recent trading in its securities?
4. Please confirm that the Company is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that the Company’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 the Company 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, and in accordance with, Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by **not later 7:30am AWST tomorrow, Thursday 9 August 2018**. If we do not have your

response by then, ASX will have no choice but to consider suspending trading in the Company's securities under Listing Rule 17.3.

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, the Company'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.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail at tradinghaltspert@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.

Listing Rules 3.1 and 3.1A

Listing Rule 3.1 requires a listed 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. Exceptions to this requirement are set out in Listing Rule 3.1A.

In responding to this letter, you should have regard to the Company'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 the Company'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.

If you have any queries or concerns about any of the above, please contact me immediately.

Kind regards

[Sent electronically without signature]

Madeleine Green
Adviser, Listings Compliance (Perth)