



MARKET RELEASE

15 February 2017

Xstate Resources Limited

TRADING HALT

The securities of Xstate Resources Limited (the “Company”) will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Friday, 17 February 2017 or when the announcement is released to the market.

Security Code: XST

Mauro Piccini

SENIOR ADVISER, LISTINGS COMPLIANCE (PERTH)



XState Resources Limited

ABN 96 009 217 154

Registered office
Level 2
55 Carrington Street
Nedlands WA 6009

Postal address
PO Box 985
Nedlands WA 6909

Tel: +61 8 9423 3200
Fax: +61 8 9389 8327

Website
www.xstate.com.au

15 February 2017

Jeremy Newman
Senior Adviser, Listings Compliance (Perth)
ASX Limited
Level 40, Central Park
152-158 St George's Terrace Perth WA 6000

Dear Jeremy,

TRADING HALT REQUEST

Xstate Resources Limited ("Xstate") requests a halt in trading in its securities from the commencement of trading today, 15 February 2017.

The trading halt is requested pending an announcement to the market in relation to the status of the Company's previously advised capital raising.

For the purposes of Listing Rule 17.1, Xstate provides the following information:

- (a) Xstate requests the trading halt from Wednesday 15 February 2017 to the commencement of trading on Friday 17 September 2017; and
- (b) Xstate is not aware of any reason why the trading halt should not be granted.

If you have any queries please do not hesitate to contact me.

Yours sincerely

A handwritten signature in black ink that reads "D McArthur". The signature is written in a cursive, flowing style.

David McArthur
Company Secretary