



RESOURCEBASE
LIMITED

ABN 57 113 385 425

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MELBOURNE VIC 3000

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7 May 2010

Justin Nelson
Australian Securities Exchange
91 King William Street
Adelaide SA 5000

Dear Justin

Resource Base Limited ("Resource Base" or "the Company") is in receipt of your letter dated 5 May 2010 regarding the Company's Quarterly Report in the form of an Appendix 5B for the period ended 31 March 2010.

The Company responds to your questions as follows:

1. The Company will rely on its existing cash resources to fund its current activities.

The Company will reserve its rights to raise further funds from the placement of equity securities, including the utilisation of the 15% Rule of Chapter 7 of the Listing Rules. The Company will also consider other fund raising alternatives such as debt instruments.

The Company will also receive cash from the promissory note to the full value of \$149,000.

In light of the above factors, the Company believes that it will have sufficient cash to fund its activities;

2. The Company expects to have similar negative operating cashflows with regard to "development", being the development of its Broula King gold mine site. Refer to "1" above for further information;
3. No. The principle terms of the promissory note include its conversion to cash upon call. The Company intends calling on the promissory note during the current quarter;
4. The Company Board and Management is focused on meeting its current objectives.
5. The Company can confirm that it is in compliance with ASX Listing Rules, in particular, Listing Rule 3.1;

Regards

A handwritten signature in black ink, appearing to read "A. Fraser".

Alan Fraser
Managing Director

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ASX

AUSTRALIAN SECURITIES EXCHANGE

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5 May 2010

Mr Adrien Wing
 Company Secretary
 Resource Base Limited
 Level 17, 500 Collins Street
 Melbourne VIC 3000

By email: amwing@northernstargroup.com.au

Dear Adrien,

Resource Base Limited (the "Company")

I refer to the Company's Quarterly Report in the form of Appendix 5B for the period ended 31 March 2010, released to ASX Limited ("ASX") on 30 April 2010 (the "Appendix 5B").

ASX notes that the Company has reported the following.

1. Nil receipts from product sales and related debtors.
2. Net negative operating cash flows for the quarter of \$592,000.
3. Cash at end of quarter of \$530,000.
4. Accepting a promissory note from the underwriter of the recent pro-rata offer to the value of \$149,000.

In light of the information contained in the Appendix 5B please respond to each of the following questions.

1. It is possible to conclude on the basis of the information provided that if the Company were to continue to expend cash at the rate for the quarter indicated by the Appendix 5B, taking into account future administration costs, the Company may not have sufficient cash to fund its activities. Is this the case, or are there other factors that should be taken into account in assessing the Company's position?
2. Does the Company expect that in the future it will have negative operating cash flows similar to that reported in the Appendix 5B for the quarter and, if so, what steps has it taken to ensure that it has sufficient funds in order to continue its operations at that rate?
3. Does the promissory note for the value of \$149,000 form part of the cash at end of quarter reported at Item 1.22 of the Appendix 5B? What are the principle terms?
4. What steps has the Company taken, or what steps does it propose to take, to enable it to continue to meet its business objectives?

Australian Securities Exchange

Australian Stock Exchange
 Sydney Futures Exchange

Australian Clearing House
 SFE Clearing Corporation

ASX Settlement and Transfer Corporation
 Austraclear

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5. Can the Company confirm that it is in compliance with the listing rules, and in particular, listing rule 3.1?

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 the rule.

In responding to this letter you should consult listing rule 3.1 and the guidance note titled "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.

This letter and your response may be released to the market. If you have any concerns about your response being released, please contact me immediately. Your response should be sent to me by e-mail at justin.nelson@asx.com.au or by facsimile on facsimile number (08) 8216 5099. 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 **5:00 p.m. E.S.T. on 7 May 2010**.

If you are unable to respond by the time requested you should consider a request for a trading halt in the Company's securities.

If you have any queries, please do not hesitate to contact me on (08) 8216 5026.

Yours sincerely,



Justin Nelson
Manager, Issuers (Adelaide)