

Ms Lisa Banh
Senior Adviser, Listings Compliance
ASX Compliance Pty Limited
20 Bridge Street
Sydney NSW 2000

4 January 2016

Dear Ms Banh

Cannindah Resources Limited (ASX: CAE; "the Company") provides the following responses to the share price queries issued by the ASX on Thursday 31 December 2015:

1. Q Is the Entity aware of any information concerning it that has not been announced which, if known by some in the market, could explain the recent trading in its securities?

A No

2. Q 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?

A Not applicable

3. Q Is there any other explanation that the Entity may have for the recent trading in its securities?

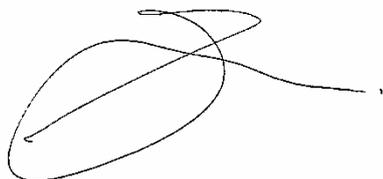
A The Company is not aware of any reason relating to its activities or its financial position that would give rise to the price change and increase in volume in the securities of the Company referred to in the ASX query of 31 December 2015.

The Company confirms that in accordance with comments made in the Chairman's presentation to the AGM on 24 November 2015, the Company is continuing to investigate and evaluate new opportunities in addition to the Mt Cannindah project that take advantage of improved market sentiment enjoyed by companies that have exposure to improving Chinese domestic consumer markets.

4. Q Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

A The Company confirms that it is in compliance with Listing Rule 3.1.

Yours sincerely



Garry Gill
Company Secretary

For further information, please contact:

Tom Pickett
Executive Chairman
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