

BY EMAIL: nathan.bartrop@asx.com.au (2 pages)

CONFIDENTIAL

1 September 2009

Mr Nathan Bartrop
Adviser, Issuers (Perth)
ASX Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Nathan

PRICE AND VOLUME QUERY

We refer to your letter of 31 August 2009 in relation to the recent increase in the share price and volumes of Pioneer Resources Limited's ("the Company") shares recently traded.

In relation to the specific enquiries you have raised we comment as follows:

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?***

The Company is not 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.

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?***

Not applicable.

3. ***Is there any other explanation that the Company may have for the price and volume change in the securities of the Company?***

As previously advised to the market on 20 August 2009 the Company announced its initial assay results from its first six holes of its reverse circulation drilling program recently conducted at the Company's Lignum Dam Gold Project. The Company also disclosed in that announcement that the remaining assay results from the further twenty holes would be reported within the coming two weeks ie by 3 September 2009.

The Company has now received the remaining assay results from the final twenty holes and these have been fully disclosed in today's ASX Announcement titled "*Further Excellent Drill Results Returned from Lignum Dam*".



The Company is also aware that since the Company's ASX Announcement dated 20 August 2009, an independent research analyst has also released a research note regarding the Company's activities and its interpretation of the potential for the Lignum Dam Gold Project.

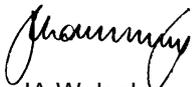
The Company will continue to provide further updates on the Lignum Dam Gold Project in addition to its other exploration projects in accordance with the Company's continuous disclosure obligations.

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

The Company confirms that it is in compliance with the ASX Listing Rules and, in particular, Listing Rule 3.1.

Yours faithfully

PIONEER RESOURCES LIMITED



JA Wolseley

Company Secretary