

ASX Compliance
Level 8
Exchange Plaza
2 The Esplanade
Perth WA 6000

17 January 2014

Dear Deanna

Re: Antaria Limited (“the Entity”) – ASX Price Query

I am writing to you in response to your letter received today in relation to change in share price and level of volume of trading in the company’s shares.

Please find the company’s response to the question raised in your letter below:

Is the Entity 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?

The company is not aware of any information that has not been released to the market that could explain the recent trading in its securities.

In considering the company’s earnings, the company notes that it continues to provide quarterly cash flow reports to the market in accordance with the ASX listing rule 4.7B.

The company’s release to the market for the first quarter of FY14 stated the following:

“The unexpected decision by a major customer to reduce its stock holdings of ZinClear-IM™ as part of a broader inventory management initiative resulted in lower than budgeted revenues for the quarter. We expect sales of ZinClear-IM™ to remain weak for the balance of first half FY14.”

In line with the release quoted above we confirm sales of ZinClear-IM™ have remained weak for the first half of FY14. As a result of the continued de stocking by a major customer as the resultant reduction in turnover the company will report a loss for the half year ended 31 December 2013. The expected loss before income tax will be higher than the previous corresponding period.

At the Annual General Meeting the company advised its shareholders in the Shareholder Presentation that it was taking measures to address the de stocking decision by this company and restructure its distribution arrangements accordingly. The company will continue to monitor the progress of these actions and will announce to the ASX any significant information.

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

The company does not have any other explanation for the recent trading in the company’s shares.

The company’s General Manager resigned on 16 January 2014 and a new Operations Manager was appointed. This is considered by the company to be part of normal operations and not price sensitive information that would require release to the ASX.

Please confirm that the Entity is in compliance with the Listing Rules, in particular, Listing Rule 3.1.

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

Yours sincerely



Geoff Coldham-Fussell
Company Secretary
Antaria Limited



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17 January 2014

Mr Geoff Coldham-Fussell
Company Secretary
Antaria Limited
PO Box 725
WELSHPOOL WA 6986

By email: Geoff.Fussell@antaria.com

Dear Geoff

Antaria Limited (the “Entity”): ASX price and volume query

We have noted a change in the price of the Entity’s securities from a close of \$0.016 yesterday, Thursday 16 January 2014 to an intra-day high at the time of writing this letter of \$0.023 today, Friday 17 January 2014. We have also noted an increase in the volume of trading in the Entity’s securities over this period.

In light of the price change and increase in volume, ASX asks you to respond separately to each of the following questions:

1. Is the Entity 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?

In responding to this question, please consider in particular whether the Entity is aware of any information that its earnings for the 6 month period ending on 31 December 2013:

- a) are likely to differ materially (downwards or upwards) from any earnings guidance it has given for the period; or
- b) if the Entity has not given any earnings guidance for the period, are otherwise likely to come as a surprise to the market (by reference to analyst forecasts for the period or, if the Entity is not covered by analysts, its earnings for the prior corresponding period)?

2. If the answer to question 1 is “yes”:

- a) Is the Entity relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in the Entity’s securities would suggest to ASX that such information may have ceased to be confidential and therefore the Entity 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 Entity may have for the recent trading in its securities?
4. Please confirm that the Entity is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

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 than **10:30 a.m. WST today, Friday 17 January 2014**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in the Entity'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 Entity'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 Deanna.Carpenter@asx.com.au or by facsimile to +61 8 9221 2020. 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 Rule 3.1

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.

The obligation of the Entity to disclose information under Listing Rules 3.1 and 3.1A is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

In responding to this letter, you should have regard to the Entity's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

Trading halt

If you are unable to respond to this letter by the time specified above, or if the answer to question 1 is “yes” and an announcement cannot be made immediately, you should discuss with us whether it is appropriate to request a trading halt in the Entity's securities under Listing Rule 17.1.

If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

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

Yours sincerely

[Sent electronically without signature]

Deanna Carpenter

Adviser, Listings Compliance (Perth)