

ASX RELEASE
August 18, 2014

Ms Fiona Murphy
Senior Adviser
Listings Compliance (Perth)
ASX Compliance Pty Ltd
Level 40, Central Park
152-158 St Georges Terrace
PERTH WA 6000

RESPONSE TO ASX QUERY – PRICE AND VOLUME QUERY

Dear Fiona

I refer to your letter dated 15 August 2014 and provide responses below.

1. The Company notes that overnight on Thursday 14th August 2014 (US Time) the United States Court of Appeals Tenth Circuit published its ruling on Entek GRB, LLC, vs Stull Ranches, LLC. Entek was unaware that the ruling was to be issued nor that it was publicly published at that time. The ruling appears to be very favorable in regards to Entek's efforts to gain access to key parts of the Focus Ranch Unit. This may have led to a more favorable outlook by investors towards the Company and the resultant change in price and increase in volume of the Company's securities. Once the Company became aware of the ruling and the fact that it had been publicly published it requested a Trading Halt of the Company's securities while it sought legal advice as to the implications of the ruling.
2. (a) The Company is not relying on Listing Rule 3.1A. The Company has now reviewed the ruling and received legal advice on the implications of the ruling. An announcement has been released immediately preceding this response explaining the ruling and its implications fully to the market.
(b) An announcement has been made immediately preceding this response.
(c) Not applicable.
3. Not applicable.
4. Confirmed.

Kind regards,



Nerida Schmidt
Company Secretary



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15 August 2014

Trent Spry
Director
Entek Energy Limited
338 Hay Street
SUBIACO WA 6008

By email: tspry@entekenergy.com.au

Dear Trent,

Entek Energy Limited (the "Entity"): ASX price and volume query

We have noted a change in the price of the Entity's securities from a closing price of \$0.034 on Friday, 1 August 2014 to an intra-day high of \$0.048 at the time of writing today. 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?
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 **12.15 pm (WST) today, Friday 15 August 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 fiona.murphy@asx.com.au](mailto:fiona.murphy@asx.com.au). 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]

Fiona Murphy
Senior Adviser, Listings Compliance (Perth)