

11 December 2012

Mr Cormac Murphy
Adviser, Listings
ASX Compliance Pty Limited
20 Bridge Street
SYDNEY NSW 2000

By email: Cormac.Murphy@asx.com.au

Dear Cormac,

In response to your query of 11 December 2012 in relation to an increase in the price of the Company's securities between 7 December 2012 and today, we advise as follows (adopting your numbering):

1. No.
2. Not applicable given the response to question 1.
3. The Company is not aware of any other explanation for the price change, but we note the increase in volume of trading in the Company's securities since the date of the Company's Annual General Meeting (AGM) on 29 November 2012. At the AGM, the Company released to the market a detailed presentation from each of its four key divisions of Clean Energy, Coal, Oil and Gas and Sapex.

Since the AGM, the Company has also advised the market of further progress in the commercialisation of its Clean Energy technology in both sub-Saharan Africa (through execution of a Term Sheet with Exxaro Resources Limited) and Ukraine (through execution of a Memorandum of Understanding and an agreement to undertake a provisional feasibility study with DTEK).

The Company has also provided a comprehensive update to the market on the progress of Adani Mining Pty Ltd in the development of the Carmichael coal project for which the Company is entitled to receive a royalty of \$2.00 per tonne (indexed to CPI) over the first twenty years of production expected to commence first quarter 2016 ramping up to full production (60 Mtpa) by 2022.

4. The Company confirms that it is in compliance with the listing rules, in particular listing rule 3.1.

Yours faithfully

A handwritten signature in blue ink, appearing to read "Brook Burke".

Brook Burke
Company Secretary



11 December 2012

Mr Brook Burke
Company Secretary & General Counsel
Linc Energy Limited
Smellie & Co Building
32 Edward Street
BRISBANE QLD 4000

By email

Dear Brook,

Linc Energy Limited (the "Company")
PRICE QUERY

ASX Compliance Pty Limited
ABN 26 087 780 489
20 Bridge Street
Sydney NSW 2000
PO Box H224
Australia Square
NSW 1215

Telephone 61 2 9227 0135
Facsimile 61 2 9241 7620
www.asx.com.au

We have noted an increase in the price of the Company's securities from a close of \$0.81 on 7 December 2012 to an intraday high of \$1.05 today, at the time of writing.

In light of the price change, please respond to each of the following questions.

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?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

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?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change in the securities of the Company?
4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by email at Cormac.Murphy@asx.com.au. It should not be sent to the Market Announcements Office (formerly 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, by **2.00pm (Sydney time), Tuesday, 11 December 2012**.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

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 listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – 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.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- 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.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please do not hesitate to contact me.

Yours sincerely



Cormac Murphy
Adviser, Listings Compliance