



17 October 2018

Australian Securities Exchange
Company Announcements Platform

RESPONSE TO ASX PRICE QUERY

Melbourne, Australia; 17 October 2018

Alchemia Limited (ASX: **ACL**, '**Company**') provides this response in relation to the ASX's letter dated 17 October 2018 regarding the change in the price of the Company's securities from a close of \$0.008 on Monday, 15 October 2018 to an intra-day high of \$0.023 on Wednesday 17 October 2018 and a significant increase in volume of trading of securities respectively.

In response to the questions detailed in the ASX's letter the Company advises as follows:

1. The Company is not 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. Not applicable.
3. The Company is not aware of any other explanation for the recent trading in its securities.
4. The Company confirms that it is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.
5. These responses to the ASX's questions have been authorised by the full Board of the Company.

The Company continues to seek out business development opportunities within the broader life sciences sector and other sectors. Through the activities of its board members, the Company has had numerous discussions with other participants in related fields to discuss possible mergers and other corporate transactions. The Company will continue to keep shareholders informed.

Yours faithfully,

A handwritten signature in black ink, appearing to read "Melanie Leydin".

Melanie Leydin
Company Secretary



17 October 2018

Ms Melanie Leydin
CFO and Company Secretary
Alchemia Limited
Level 4, 100 Albert Road
South Melbourne Vic 3205

By email:

Dear Ms Leydin

Alchemia Limited ('ACL'): Price Query

We note the change in the price of ACL's securities from a close of \$0.008 on 15 October 2018 to a high of \$0.023 today at the time of writing.

We also note the significant increase in the volume of ACL's securities traded over this period.

Request for Information

In light of this, ASX asks ACL to respond separately to each of the following questions and requests for information:

1. Is ACL 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 ACL relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1? Please note that the recent trading in ACL's securities would suggest to ASX that such information may have ceased to be confidential and therefore ACL 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 ACL may have for the recent trading in its securities?
4. Please confirm that ACL is complying with the Listing Rules and, in particular, Listing Rule 3.1.
5. Please confirm that ACL's responses to the questions above have been authorised and approved under its published continuous disclosure policy or otherwise by its board or an officer of ACL with delegated authority from the board to respond to ASX on disclosure matters.

When and where to send your response

This request is made under Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by no later than **1 PM AEDT today on Wednesday, 17 October 2018**. If we do not have your response by then, ASX will likely suspend trading in ACL'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, ACL'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 ListingsComplianceSydney@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 Rules 3.1 and 3.1A

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. In responding to this letter, you should have regard to ACL's obligations under Listing Rules 3.1 and 3.1A and also to *Guidance Note 8 Continuous Disclosure: Listing Rules 3.1 – 3.1B*. It should be noted that ACL's obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

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 ACL'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*.

Suspension

If you are unable to respond to this letter by the time specified above ASX will likely suspend trading in ACL's securities under Listing Rule 17.3.

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

Yours sincerely

Adrian Smythe
Manager, Listings Compliance