



Innovations that work.

ACN 109 200 900

3 January 2018

ASX Compliance Pty Limited
Level 40, Central Park
152-158 St Georges Terrace
PERTH WA 6000

Attention: Mr Sebastian Bednarczyk

By Email: tradinghaltspert@asx.com.au

Dear Mr Bednarczyk,

EDEN INNOVATIONS LTD (“the Company”) – PRICE AND VOLUME QUERY

We refer to your letter of 3 January 2018, and in relation to the questions raised by you concerning the recent increase in both price and volume of trading in securities of the Company this morning, we comment as follows:-

1. *Is the Company aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain recent trading in its securities?*

No.

2. *If the answer to question 1 is yes:*

Not applicable.

3. *If the answer to question 1 is “no”, is there any other explanation that the Company may have for the recent trading in its securities?*

The Directors of the Company believe that the recent increase in share price and volume may be due to a combination of some or all of the following matters:

(a) On 2 January 2018, Republican Representative Bill Shuster, chairman of the US House Transportation and Infrastructure Committee, announced that he will retire this year from the Pennsylvania congressional seat, and he plans to spend his final months in Congress working with President Trump to craft an infrastructure Bill to give effect to the President’s US\$1 trillion pre-election infrastructure spending commitment and help usher it through the Committee he has led since 2013. This announcement was reported internationally by Bloomberg – see <https://www.bloomberg.com/news/articles/2018-01-02/house-transportation-chairman-shuster-to-retire-after-2018>.

(b) On 21 September 2017, the Company announced that the US Federal Highway Administration (FHWA) had approved the use of EdenCrete® in concrete used by the Georgia Department of Transportation (GDOT) in Federally funded repair projects in Georgia (and to which FHWA contributes 80% of the costs). The approval for use of EdenCrete® in GDOT Federally funded projects followed a detailed review in May 2017 by FHWA of the performance of EdenCrete® in 5

projects in Georgia. Since January 2017, the GDOT specifications for full depth concrete slab replacements have mandated the addition of EdenCrete®. The Company's ASX announcement on 21 September 2017 also stated that this initial FHWA approval may assist in gaining FHWA approvals for use of EdenCrete®, in due course, in other States. Similarly, it is considered reasonably likely to also assist in securing any other necessary US Federal approvals for use of EdenCrete® in other future Federal infrastructure projects.

(c) On 12 December 2017, the Company announced, following encouraging performance in extensive in-house testing, the completion of the product development of:

- High concentration, lower cost EdenCrete®HC, and
- EdenCrete®P (now known as EdenCrete®Pz) for use in concrete made with pozzolanic cements which are widely used in many US infrastructure and construction projects.

Both EdenCrete®HC and EdenCrete®P are considered likely to be suitable for use in many future commercial projects including possible future US infrastructure projects.

(d) On 12 December 2017, the Company also announced that:-

- Eight independent laboratory trials using regional cements and commercial mixes were to start immediately across US, testing up to eight performance characteristics, to assist in US marketing.
- Strong interest in EdenCrete®HC and EdenCrete®Pz was anticipated at their commercial release at World of Concrete in Las Vegas in January 2018.
- Up to 30 commercial trials of a wide range of performance characteristics were planned over next 3-6 months, starting before the end of 2017.
- NTPEP trials of both new products and ASTM trials of EdenCrete®Pz are planned to start in early 2018.
- Invitations to Bid (ITBs) for the rest of financial year (ending 30 June 2018) were anticipated to be issued by the GDOT progressively over the next five months, commencing in January 2018.
- Invitations to Bid (ITB) had then only been issued for the first 2 repair projects, involving the use of approximately US\$225,000 of EdenCrete®. The latest GDOT estimate that the Company had at that time was that there could be up to 22 such repair projects in Georgia before 30 June 2018, and the Company had not been advised in any change in this position, and expected a lot more ITBs will be issued over the next 3-5 months, commencing in January 2018.

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 listing rules and, in particular, listing rule 3.1.

Yours faithfully



Gregory H. Solomon
Executive Chairman



3 January 2018

Aaron Gates
Eden Innovations Limited
197 St George's Terrace
PERTH WA 6000

By email

Dear Mr Gates

EDEN INNOVATIONS LTD ("EDE"): ASX PRICE AND VOLUME QUERY

We note the change in the price of EDE's securities from a closing price of \$0.115 on Tuesday, 2 January 2018, to an intra-day high at the time of writing of \$0.16 today, Wednesday, 3 January 2018.

We also note an increase in the volume of EDE's securities traded in the past few days.

In light of this, ASX asks EDE to answer separately each of the following questions and provide the following confirmations in a format suitable for release to the market in accordance with Listing Rule 18.7A:

1. Is EDE 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 EDE relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

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

5. Please confirm that EDE's responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy or otherwise by its board or an officer of EDE 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, 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 5.00 pm (WST) today, Wednesday, 3 January 2018**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in EDE'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, EDE'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 tradinghaltspert@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 EDE'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 EDE'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 EDE'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]

Sebastian Bednarczyk
Senior Adviser, ASX Listings Compliance (Perth)