

11 November 2015

Hayden Guthrie
Adviser, Listings Compliance (Sydney)
Australian Securities Exchange

Intra Energy Corporation ("IEC" or the "Company") – ASX Query

Dear Hayden

We refer to your letter dated 10 November 2015 regarding the Company's Quarterly Report in the form of Appendix 5B for the period ended 30 September 2015, released to ASX Limited (ASX) on 2 November 2015 (the Appendix 5B).

In regard to your queries, the Company's responses are as follows:

- 1. It is possible to conclude on the basis of the information provided that if the Company were to continue to expend cash at the rate for the quarter indicated by the Appendix 5B, taking into account future administration costs, the Company may not have sufficient cash to fund its activities. Is this the case, or are there other factors that should be taken into account in assessing the Company's position?**

IEC has in place overdraft facilities and reviews its cash position regularly to ensure that it has sufficient cash to fund its activities. IEC announced an increase in its overdraft facilities on 28 July 2015, the timing of the increased facility contributed to the negative cash flow shown for the quarter. IEC has also announced a major new contract for its 70% Tanzanian subsidiary on 8 October 2015 that will expand production for the company and increase receipts from product sales.

- 2. Does the Company expect that in the future it will have negative operating cash flows and, if so, what steps has it taken to ensure that it has sufficient funds in order to continue its operations at that rate?**

IEC does not expect to have negative operating cash flows in future. IEC reviews its capital management position regularly including debt and equity initiatives. IEC will keep its shareholders fully informed of the capital management initiatives.

- 3. What steps has the Company taken, or what steps does it propose to take, to enable it to continue to meet its business objectives?**

IEC has announced a major new contract on 8 October 2015, has reduced its overhead costs and reported an initial profit from its African operations. The Company will continue to review its capital management position and keep shareholders fully informed on the capital management initiatives.

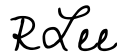
- 4. Can the Company confirm that it is in compliance with the Listing Rules, and in particular, Listing Rule 3.1?**

Yes, the Directors consider that the Company is in compliance with the Listing Rules, in particular Listing Rule 3.1.

5. Please comment on the Company's compliance with Listing Rule 12.2, with reference to the matters discussed in the note to the rule.

The Directors consider that the Company is in compliance with Listing Rule 12.2. The Company has access to banking facilities and has secured a major new contract.

Yours faithfully

A handwritten signature in black ink, appearing to read 'R Lee'.

Rozanna Lee

Encl.



10 November 2015

Rozanna Lee
Company Secretary
Suite 2001, Level 20 Australia Square
264 George Street
Sydney NSW 2000

By email: rozanna@intraenergycorp.com.au

Dear Ms Lee,

QUARTERLY CASHFLOW REPORT – INTRA ENERGY CORPORATION LTD (COMPANY)

I refer to the Company's Quarterly Report in the form of Appendix 5B for the period ended 30 September 2015, released to ASX Limited (ASX) on 2 November 2015 (the Appendix 5B).

ASX notes that the Company has reported the following.

1. Receipts from product sales and related debtors of \$4,767,000.
2. Net operating cash flows for the quarter of \$371,000.
3. Negative cash at end of quarter of \$831,000.

In light of the information contained in the Appendix 5B please respond to each of the following questions.

1. It is possible to conclude on the basis of the information provided that if the Company were to continue to expend cash at the rate for the quarter indicated by the Appendix 5B, taking into account future administration costs, the Company may not have sufficient cash to fund its activities. Is this the case, or are there other factors that should be taken into account in assessing the Company's position?
2. Does the Company expect that in the future it will have negative operating cash flows and, if so, what steps has it taken to ensure that it has sufficient funds in order to continue its operations at that rate?
3. What steps has the Company taken, or what steps does it propose to take, to enable it to continue to meet its business objectives?



4. Can the Company confirm that it is in compliance with the Listing Rules, and in particular, Listing Rule 3.1?
5. Please comment on the Company's compliance with Listing Rule 12.2, with reference to the matters discussed in the note to the rule.

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 the rule.

In responding to this letter you should consult Listing Rule 3.1 and the guidance note titled "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.

This letter and your response may be released to the market. If you have any concerns about your response being released, please contact me immediately. Your response should be sent to me on facsimile number +61 2 9241 7620. It should not be sent to the 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, not later than 9.30am AEDT on Friday 13 November 2015.

If you are unable to respond by the time requested you should consider a request for a trading halt in the Company's securities.

Further enquiries

If you have any questions in relation to the above, please do not hesitate to contact me.

Yours sincerely,

(sent electronically without signature)

Hayden Guthrie
Adviser, Listings Compliance (Sydney)