

11 August 2009

Kate Kidson  
Principal Adviser, Issuers (Melbourne)  
ASX Markets Supervision Pty Ltd  
[kate.kidson@asx.com.au](mailto:kate.kidson@asx.com.au)

Dear Kate

LEND LEASE PRIMELIFE – PRICE QUERY

We refer to your letter of 10 August 2009 regarding our securities trading price, copy attached. Set out below are our responses to the issues raised, using the same numbering as in your letter.

1. No. Lend Lease Primelife (LLP) is in discussions in relation to a transaction which remains incomplete. LLP believes that these discussions remain confidential. The transaction is not a control transaction in relation to LLP or any other party. The transaction will not have a material impact on the financial position of LLP. LLP will continue to keep its securityholders informed and will make an announcement when there is a complete transaction.
2. Not applicable.
3. No.
4. As previously disclosed to ASX on 9 June 2009, LLP continues to expect that the value of LLP's retirement portfolio is likely to decline in value by approximately \$30 million or 5% as at 30 June 2009. LLP expects other immaterial write-downs as at 30 June 2009. LLP remains in discussions with its financiers in relation to obtaining a waiver of a likely breach of the group's interest cover ratio for 30 June 2009 which arises because of this decline in the value of LLP's portfolio. The breach would arise because revaluation of assets, and not just cash flows, are included in the computation of earnings for the purposes of computing this ratio.
5. LLP does not have any other explanation for the price change in its securities.
6. LLP confirms that it is compliance with the listing rules and in particular listing rule 3.1.

Yours sincerely

*Sent by electronic means without signature*

Melissa Hennessy  
Company Secretary and General Counsel  
[melissa.hennessy@lprimelife.com](mailto:melissa.hennessy@lprimelife.com)



ASX Markets Supervision Pty  
Ltd  
ABN 26 087 780 489  
Level 45  
South Tower  
525 Collins Street  
Melbourne VIC 3000  
GPO Box 1784  
Melbourne VIC 3001  
Telephone 61 3 9617 8648  
Facsimile 61 3 9614 0303  
www.asx.com.au

10 August 2009

Melissa Hennessy  
Company Secretary  
Lendlease Primelife Group

By e-mail only

Dear Melissa

**Lendlease Primelife Group (the "Group") RE: PRICE QUERY**

We have noted a change in the price of the Group's securities from 12.5 cents on 4 August 2009 to a high of 18 cents today.

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

1. Is the Group 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 Group.

Please note that as recent trading in the Group's securities could indicate that information has ceased to be confidential, the Group 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 reason to think that there may be a change in the operating results before abnormal items and income tax so that the figure for the financial year ended 30 June 2009 would vary from the previous corresponding period by more than 15%? If so, please provide details as to the extent of the likely variation.
4. Is there any reason to think that the Group may record any material abnormal or extraordinary item for the financial year ended 30 June 2009? If so, please provide details.
5. Is there any other explanation that the may have for the price change in the securities of the Group?
6. Please confirm that the Group is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail at [kate.kidson@asx.com.au](mailto:kate.kidson@asx.com.au) or by facsimile on facsimile number 9614 0303. 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 half an hour before the start of trading (ie before 9.30 a.m. E.S.T.) on Tuesday, 11 August 2009.

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 '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 let me know.

Yours sincerely,

*Sent by electronic means without signature*

Kate Kidson

**Principal Adviser, Issuers (Melbourne)**