



16 July 2010

Companies Announcement Office
Australian Securities Exchange Limited
10th Floor, 20 Bond Street
SYDNEY NSW 2000

Dear Cameron,

Re: Price and Volume Query

We refer to your letter dated 16 July 2010 regarding the price movement and volume of securities of MEC Resources Limited (ASX: MMR). The Company wishes to advise the following in response to your questions:

1. (a) The Company is aware that Mr David Breeze (Executive Director of MEC investee company Advent Energy) is currently briefing stock brokers and potential investors, both domestically and internationally, on the developments of Advent Energy and their PEP 11 (Offshore Sydney Basin) project with an emphasis on the information provided to the market on 5 July 2010. The Company and Advent have been the subject of increased national media coverage as a direct result of this announcement.

(b) The Company is aware of an announcement to be made covering routine exploration activities of MEC investee company Advent Energy Limited. The announcement is in draft form currently and awaiting approval from the relevant parties.
- 2 It is expected that the announcement will be made by 12pm WST Monday 19 June 2010.
3. The Company has no other explanation for the price change and increase in volume in the securities of the Company other than previously identified at point 1(a) above
4. The Company confirms that it is in compliance with the listing rules and, in particular, listing rule 3.1

Yours Sincerely

A handwritten signature in black ink, appearing to read 'D. Ambrosini', written over a horizontal line.

Deborah Ambrosini
Company Secretary



ASX Markets Supervision Pty Ltd
 ABN 26 087 780 489
 2 The Esplanade
 Perth WA 6000

GPO Box D187
 Perth WA 6840

Telephone 61 8 9224 0000
 Facsimile 61 8 9221 2020
 www.asx.com.au

16 July 2010

Ms Deborah Ambrosini
 Company Secretary
 MEC Resources Limited
 14 View Street
 North Perth WA 6006

By Email: Deborah@grandbridge.com.au

Dear Deborah,

MEC RESOURCES LIMITED (the "Company")

PRICE AND VOLUME QUERY

We have noted a change in the price of the Company's securities from 42.5 cents on 12 July 2010 to the intra-day high of 59.5 cents today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price and volume 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 and volume 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 facsimile number (08) 9221 2020. It should not be sent to the Company Announcements Office.

Australian Securities Exchange

Australian Stock Exchange
 Sydney Futures Exchange

Australian Clearing House
 SFE Clearing Corporation

ASX Settlement and Transfer Corporation
 Austraclear

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 5:00 pm (W.S.T) today.**

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 contact me on 9224 0054.

Yours sincerely,



Cameron Bill
Adviser, Issuers (Perth)