



18 August 2010

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Mr Gonzalo Valencia ASX Limited Senior Adviser, Issuers, Melbourne Level 45, Rialto South Tower 525 Collins Street, Melbourne VIC 3000 Email: gonzalo.valencia@asx.com.au

Dear Mr. Valencia,

REQUEST FOR TRADING HALT

Reference: ASX Listing Rule 17.1

In accordance with the Reference, XTEK Limited (XTEK) hereby requests a trading halt in XTEK securities (ASX:XTE) effective from 18 August 2010.

The reason is that the Directors have become aware of circumstances that may have a material impact upon information previously provided to the market and the Directors thought it prudent and in the best interest of shareholders to cease trading pending a resolution to this issue. In addition, the Directors have determined that it is in shareholders best interest to suspend the current non-renounceable rights issue during the period of the trading halt.

The duration of the trading halt is 48 hours from 18 August 2010.

The trading halt will be lifted upon a detailed announcement anticipated to be made to the market prior to the commencement of trading on Friday, 20 August 2010.

The Directors are not aware of any reason as to why the trading halt should not be granted.

I trust the above information is to your satisfaction, should you require any further information in respect to this matter please contact myself in the first instance.

Yours sincerely

Lawrence A. Gardiner Company Secretary For and on behalf of XTEK Limited