



29 November 2012
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Mr S Bednarczyk
Senior Adviser, Listings (Perth)
ASX Compliance Pty Limited
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Sebastian

Market Update with Regards Continued Listing Requirements

Reference is made to the letter dated 27 November 2012 from ASX Compliance Pty Limited regarding the Company's preliminary final report for the period ended 30 June 2012 and the Quarterly Report in the form of Appendix 4C for the period ended 30 September 2012 and advises as follows:

Since these last Announcements were made, significant steps have been taken by the new board; who were elected on 15 October 2012, towards the goal of re-instating the Company's securities. In particular, the new investor group successfully convened a General Meeting of the Company's 3,522 shareholders to approve its recapitalisation plan.

As part of this plan, (now implemented), the Company has raised fresh capital and extinguished the company's net liabilities of \$ 4,276,000.

Also, in terms of funding, the new board has received approaches for converting loans and placements to be made under the 15% placement facility, which will be advised to the market as and when finalised.

The new board has also immediately started work on assessing suitable projects that may lead to binding terms sheets and consideration by shareholders.

A further update will be issued in three (3) months' time.

A handwritten signature in blue ink, appearing to read 'E. Kestel', with a horizontal line extending to the right.

Eryn Kestel
Company Secretary

ACN: 090 366 009
Level 2, 350 Kent Street
Sydney, NSW 2000
Telephone: +61 2 92992289
Facsimile: +61 2 92992239
Email: adam@blumenthal.com.au
Web: www.ehgcpr.com.au



ASX Compliance Pty Limited
ABN 26 087 780 489
Level 8 Exchange Plaza
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

27 November 2012

Eryn Kestel
Company Secretary
EHG Corporation Limited
350 Kent Street
SYDNEY NSW 2000

By email: eryn.kestel@nkhcapital.com.au

Dear Eryn

EHG Corporation Limited ("Company")

I refer to the following:

1. The Company's preliminary final report for the period ended 30 June 2012 released to ASX Limited ("ASX") on 31 August 2012 which discloses the following.
 - i. Total current assets of \$1,000
 - ii. Total current liabilities of \$121,000
 - iii. Net liabilities of \$4,276,000
 - iv. Net negative working capital of \$120,000
 - v. *"Ellect Holdings Limited has effectively remained an asset-less listed "shell" and suspended by the ASX."*
2. The Company's Quarterly Report in the form of Appendix 4C for the period ended 30 September 2012, released to ASX on 29 October 2012. ASX notes that the Company has reported the following.
 - i. Receipts from product sales and related debtors of nil.
 - ii. Net operating cash flows for the quarter of nil.
 - iii. Cash at end of quarter of \$1,000.

Based on the above, it appears to ASX that the Company has little to no activities at present, and that the Company may not have a sufficient level of operations to comply with listing rule 12.1.

Listing rule 12.1 and 12.2

ASX Listing Rule 12.1 provides that the level of an entity's operations must, in ASX's opinion, be sufficient to warrant the continued quotation of the entity's securities and its continued listing.

Further, ASX listing rule 12.2 provides, that an entity's financial condition (including operating results) must, in ASX's opinion, be adequate to warrant the continued quotation of its securities and its continued listing

In light of the above, what steps has the Company taken, or what steps does it propose to take, so that it is in compliance with the requirements of listing rule 12.1 and 12.2?

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 8 9221 2020** or **email**. It should not be sent to ASX Market Announcements.

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 **3.00 pm WST on Friday, 30 November 2012**.

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

If you have any queries please let me know.

Yours sincerely,

[sent electronically without signature]

Sebastian Bednarczyk

Senior Adviser, Listings (Perth)