



**KORVEST LTD**  
16 September 2009

By email: [dion.silvy@asx.com.au](mailto:dion.silvy@asx.com.au)

Mr Dion Silvy  
Senior Adviser (Issuers), Adelaide  
ASX Markets Supervision Pty Ltd  
GPO Box 547  
ADELAIDE SA 5001

Dear Dion

**Appendix 3Y – Change of Director's Interest Notice**

I refer to your letter dated 15 September 2009 regarding the late lodgement of the Appendix 3Y for Mr Alexander Kachellek, and respond to your queries as follows:

1. The late lodgement of the Appendix 3Y was due to an administrative oversight.
2. Korvest Ltd (**Company**) takes its compliance obligations seriously, and are aware of Listing Rules 3.19A and 3.19B. Directors of the Company have been reminded of their obligation to disclose to the Company all information regarding changes in notifiable interests in a timely manner to ensure the Company is able to satisfy its compliance obligations.
3. To ensure future compliance, the Company will put in place arrangements to ensure directors are reminded regularly of their obligation to notify changes in notifiable interests, within the required time frames.

Yours sincerely

**Steven McGregor**  
Company Secretary

25722949v1

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15 September 2009

Steven McGregor  
 Company Secretary  
 Korvest Limited  
 580 Prospect Road  
 Kilburn SA 5084

**By Facsimile: (08) 8360 4599**

Dear Steven

**Korvest Limited (the "Company") Appendix 3Y – Change of Director's Interest Notice**

We refer to the following:

1. The Appendix 3Y lodged by the Company with ASX on 15 September 2009 for Alexander Kachellek;
2. Listing rule 3.19A which requires an entity to tell ASX the following:
  - 3.19A.1 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times.
    - On the date that the entity is admitted to the official list.
    - On the date that a director is appointed.
 The entity must complete Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.
  - 3.19A.2 A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust). The entity must complete Appendix 3Y and give it to ASX no more than 5 business days after the change occurs.
  - 3.19A.3 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.
3. Listing rule 3.19B which states as follows.

An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the

**Australian Securities Exchange**

Australian Stock Exchange  
 Sydney Futures Exchange

Australian Clearing House  
 SFE Clearing Corporation

ASX Settlement and Transfer Corporation  
 Austraclear

entity all the information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.

4. The Companies Update dated 27 June 2008, reminding listed entities of their obligation to notify ASX within 5 business days of the notifiable interests in securities held by each director and outlining the action that ASX would take in relation to breaches of listings rules 3.19A and 3.19B.

As the Appendix 3Y indicated that a change in the director's relevant interests occurred on 23 March 2009, it appears that the Appendix 3Y should have been lodged with the ASX by 30 March 2009. As the Appendix 3Y was lodged on 15 September 2009, it appears that the Company may be in breach of listing rules 3.19A and/or 3.19B. It also appears that there may have been a breach of S205G of the Corporations Act by the director concerned.

Please note that ASX is required to record details of breaches of the listing rules by listed companies for its reporting requirements.

ASX reminds the Company of its contract with ASX to comply with the listing rules. In the circumstances ASX considers that it is appropriate that the Company make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: "Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities", we ask that you answer each of the following questions:

1. Please explain why the Appendix was lodged late.
2. What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?
3. If the current arrangements are inadequate or not being enforced, what additional steps does the Company intend to take to ensure compliance with listing rule 3.19B?

Your response should be sent to me by e-mail at [dion.silvy@asx.com.au](mailto:dion.silvy@asx.com.au) or by facsimile on facsimile number (08) 8216 5099. It should not be sent to the Company Announcements Office.

A response is requested as soon as possible and, in any event, not later than half an hour before the open of trading (i.e. before 9.30 a.m. E.S.T.) on Thursday, 17 September 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 form suitable for release and should separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Yours Sincerely,



Dion Silvy

**Senior Adviser (Issuers), Adelaide**

Direct Line: (08) 8216 5034