



**APPOLLO ASSETS
LIMITED**

ABN 21 109 469 383

Monday 2nd June 2006

Mr. Scott Evans

General Manager and Company Secretary
National Stock Exchange of Australia Limited
Ground Floor 384 Hunter Street
Newcastle NSW 2300

Dear Mr. Evans

SUBJECT: Announcement Lodged by Appollo Assets Limited
REFERENCE: Your Letter Dated 28th May 2008.

Thank you for your letter of the 28th May 2008 and the comments raised in it with regard to the lodgment of information to the market by Appollo Assets Limited in the period leading up to the 26th May 2008.

1. Concerns with Appollo Lodgment Procedures

The board of directors has taken on board your comments with regard to lodgment and the methods that are available to companies. The company has briefed the appropriate staff internally to ensure that the appropriate people are aware of the electronic lodgment procedure and its methodology.

May I assure the National Stock Exchange of Australia that as a result of your letter expressing concerns over the lodgment method by the company that arrangements have now been put in place to ensure that where there is a need to announce information to the market, the company has access to facilities to create .PDF format documents and is aware and familiar with the electronic lodgment system. The Board has also familiarised itself with the additional attachments that you kindly supplied with the letter of the 28th May 2008. We have also made a note of the trading@nsxa.com.au email address should the electronic lodgment system be down for whatever reason.

I now refer to your additional questions of the board and make the following comments.

2. Please advise on what day exactly the agreement was signed?

The agreement was signed late on the evening of the 23rd of May 2008 after both the close of trading and the close of business on that day.

3 If the correct date was 23rd May please explain why the Company did not seek a Trading Halt in its shares commencing on or before Friday 23rd May pursuant to Listing Rules Section 2A 5E4?

All parties to the relevant agreements signed were making changes to the document on a continuous basis right up to the final signing on the evening of the 23rd May 2008. The Board of Appollo believes that until such time as the agreement was signed the agreement and the information in relation thereto fell into the category of information contemplated by Listing Rule 6.5 (2) and Listing Rule 6.5 (3) (b), in that the information is and was, prior to the announcement confidential and the information concerns an incomplete proposal.

4 Did the Company avail itself of advice from its Nominated Adviser in relation to disclosure?

If not why not?

The company only contacted the Nominated Adviser once the transaction was sufficiently definite to warrant disclosure. Disclosure was made shortly thereafter.

Content of Announcement

5 Did the Company consider releasing this report to the market as part of the associated documents?

If not why not?

The Valuation was prepared for the Board of Apollo and is for internal Board use and therefore the Board has relied on the exemption expressed in Listing Rule 6.5 (3) (d).

6 Will the Company be releasing this report to the market? If not why not?

The company is not intending to release the report for the reasons given in section 5 above

Trading in the Company's Shares.

7 Is the Company aware of the details (name, address etc) of the buyer or sellers? Please provide these details once settlement has been effected on 28th May 2008 Details can be obtained from your share registry service.

The Seller was Shareena Holdings Pty Ltd and the buyer was Mr. Brett Brown.


8 Is the Company aware if these buyers or sellers are associated with the Company or ASSOB?

As far as the company is aware neither, the buyer or seller, are associated with the Company besides being shareholders.

9. Is the Company aware if these buyers or sellers would or could have known about the impending agreement signed on 23rd May 2008?

As far as the Company is aware neither the buyer or seller would or could have known about the impending agreement executed on or about 23rd Mar 2008.

Yours sincerely



Colin Archer
Chairman