

29th of June 2011

Bendigo Community Telco Ltd
Mr. Ken Belfrage
PO Box 1062
Bendigo VIC 3552

By Email : Ken Belfrage (ken.belfrage@bendigotelco.com.au)

Dear Mr. Belfrage,

Bendigo Community Telco Ltd
(the "Company")

Re: Price Query

We have noted a change in price of the Company's securities from the last traded price of \$0.60 on the 27th of May, 2011.

The trade's below has come to our attention.

Date	Price	Volume	Value	Buyer	Seller	TradingCode
29/6/2011	\$1.00	1,000	\$1,000.00	Strategem	Strategem	BCT

In light of this market activity please respond to the following questions.

1. Is the Company aware of any price information concerning it that has not been announced, which, if known, could be an explanation for recent trading in the securities of the Company? For example, but not limited, to financial results, material litigation, material contracts, material leases, change in senior staff, directors or management or any other price sensitive activity.
2. If the answer to 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 an 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. Please confirm that the company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be directed to Scott Evans, General Manager, no later than **4pm, Monday, 4th of July, 2011**. Your response will be released to the market along with a copy of this letter. If you wish to discuss the content of your response, please do not hesitate to contact me as soon as possible.

Listing Rule 3.1 and 3.2

SIMVSE continuous disclosure rules state:

- 3.1 Subject to rule 3.2m if an entity becomes aware of 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, it must immediately provide that information to the SIMVSE.
- 3.2 Rule 3.1 does not apply to particular information if a reasonable person would not expect the information to be disclosed, the information is confidential or a trade secret and one or more of the following applies;
- (a) it would be a breach of a law to disclose the information;
 - (b) the information concerns an incomplete proposal or negotiation;
 - (c) the information comprises matters of supposition or is insufficiently definite to warrant disclosure; or
 - (d) the information is generated for internal management purposes of the entity.

Trading Halts

If the Company is unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, the Company should consider a request for a trading halt in the Company's securities. The request must be in writing. SIMVSE is not bound to act upon the request.

In your request please include the following information;

- a. The reasons for the trading halt
- b. How long you want the halt to last
- c. The event you expect to happen that will end the trading halt
- d. That you are not aware of any reason why the trading halt should be granted
- e. Any other information necessary to support your request.

If a trading halt is request and granted and the Company is still unable to reply to this letter by the time the trading halt expires, suspension from the quotation would normally be imposed by SIMVSE if not previously requested by the Company. The same applies if the Company has requested a trading halt because the Company is unable to release information to the market, and is still unable to do so by the time the trading halt expires.

If you have any questions regarding any of the above please do not hesitate to contact me.

Yours Sincerely

Jane Thorley
Trading & Settlement