Dromana Estate Limited
ABN 58 090 000 276
Registered Office and Winery/ Cellar Door Address: 555 Old Mooroodue Road, Tuerong Vic 3933
Postal Address: PO Box 299 Mt Martha Vic 3934
Tel (03) 5974 3899 Fax (03) 5974 1155
Internet address: www.dromanaestate.com.au

Date: 30 September 2009

Mr Gonzalo Valencia
ASX Limited
Level 45
Rialto South Tower
525 Collins Street
Melbourne Vic 3000

By facsimile: (03) 9614 0303

Dear Sir

I refer to your letter dated 24 September 2009 and provide the following responses to the questions contained therein:

1. The late lodgement of the appendices resulted from an administrative oversight at a time when the company had just completed a rights issue, appointed new directors and was in the process of developing and implementing new business strategies.

2. The Directors have been provided with copies of Listing Ruling 3.19A and 3.19B and Guidance Note 22, together with a copy of Appendix 3Y and an instruction requesting all their future share transactions be notified to the company secretary promptly to ensure compliance with the Listing Rules.

3. The current arrangements are considered to be adequate to ensure compliance with listing rule 3.19B at all times in the future.

Yours truly

Garry Bell

Garry Bell
Company Secretary

ASX Markets Supervision Pty Ltd
ABN 26 087 780 489
Level 45
South Tower
525 Collins Street
Melbourne VIC 3000

GPO Box 1784
Melbourne VIC 3001

Telephone 61 3 9617 8711
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24 September 2009

Mr Gary Bell
Company Secretary
Dromana Estate Limited
555 Old Moorooduc Road
TUERONG VIC 3933

By email only

Dear Gary

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

We refer to the following;

1. The Appendix 3X lodged by the Company with ASX on 15 September 2009 for Mr David Heaney;

2. The Appendix 3X lodged by the Company with ASX on 15 September 2009 for Mr Ben Genser;

3. The Appendices 3Y lodged by the Company with ASX on 15 September 2009 for Mr David Craig;

4. The Appendix 3Y lodged by the Company with ASX on 15 September 2009 for Mr Geoffrey Bell.

5. 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.

6. 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 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.

7. 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 listing rules 3.19A and 3.19B.

As the Appendices 3X indicate that the directors were appointed on 10 July 2009, it appears that the Appendices 3X should have been lodged with ASX by 17 July 2009. As the Appendices 3X were lodged on 15 September 2009, it appears that the Company may be in breach of listing rules 3.19A and/or 3.19B.

The Appendices 3Y indicate that changes in the directors' relevant interests occurred on 9 July 2008 and 16 July 2009. The Director's Notices were not lodged within the time frame required by the listing rules. Consequently, the Company may be in breach of listing rules 3.19A and/or 3.19B. It also appears the directors concerned may have breached section 205G of the Corporations Act.

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 Appendices were 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 return e-mail or by facsimile on facsimile number (03) 9614 0303. 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 start of trading (ie before 9.30 a.m. A.E.S.T.) on Wednesday, 30 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,

[Sent electronically without signature]

Gonzalo Valencia
Senior Adviser, Issuers (Melbourne)