

OAKAJEE
CORPORATION

Oakajee Corporation Limited

ACN 123 084 453

Registered Office

37 Colin Street

WEST PERTH WA 6005

Telephone: +61 8 9324 1377

Facsimile: +61 8 9324 1517

Email: admin@oakajeecorp.com.au

7 February 2012

Ms Jill Hewitt
Senior Adviser
Australian Stock Exchange Limited
2 The Esplanade
Perth WA 6000

Dear Jill

RESPONSE TO ASX QUERY

Further to your recent letter we advise as follows in relation to the activities of Oakajee Corporation Ltd.

History of the Company

The Company undertook an IPO to raise \$4,000,000 through the issue of 20 million shares each at an issue price of 20 cents. The funds raised were to be used to establish and operate a limestone quarry, and to procure, assemble and commission a highly automated and specialised reconstituted limestone manufacturing plant on the same property as its self-managed quarry, situated approximately 20 kilometres from Geraldton, Western Australia. All conditions of the offer were successfully completed on 11 June 2008 upon which date the Company's shares were officially quoted and commenced trading on the Australian Stock Exchange.

Shortly after ASX Listing the initial effects of what is now referred to as the "global financial crisis" were felt and in particular the following factors lead the Board to defer commissioning of plant and initial operation of the quarry:

- A dramatic fall in the Australian dollar, thereby making imported equipment significantly more expensive;
- Multiple increases in the cost of steel for plant manufacture;

- Large rise in fuel costs, impacting costs of power generation and transport;
- A depressed property sector affecting sub-division development, which is a large consumer of big limestone blocks; and
- The overall negative change in consumer sentiment leading to reduced expenditure.

Following a review of an economic assessment completed by an independent consultant on the proposed limestone manufacturing operation, the Company terminated the lease of 576 Coronation Beach Road Howatharra in Western Australia as advised on 8 December 2011.

Current Investments and Activities

At the date of this letter the company has investments in companies listed on ASX Ltd valued at \$13M. Of this amount \$5.4M relates to the recently listed Ezeatm Limited (ASX: EZA) which is subject to escrow and consequently is not in a form readily able to be converted into cash. Therefore only approximately 59% of the company's total assets are currently in a form readily convertible to cash.

In the meantime the Board is evaluating a number of potential opportunities in both the mining and non mining industries, both in Australia and South East Asia for the purpose of enhancing the company's potential for future growth. We envisage compliance with Listing Rules 12.1 and 12.3 by no later than 2 August 2012.

Yours sincerely

OAKAJEE CORPORATION LTD



GRAHAM ANDERSON

Chairman



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

2 February 2012

Mr G Anderson
Company Secretary
Oakajee Corporation Limited
37 Collin Street
WEST PERTH WA 6005

By email: Graham@gdacorporate.com.au

Dear Graham

Oakajee Corporation Limited (the "Company")

We refer to the Company's Quarterly report for the period ended 31 December 2011 and to previous correspondence concerning the Company's compliance with listing rules 12.1 and 12.3.

Listing Rule 12.3

ASX listing rule 12.3 provides, that if half or more of an entity's total assets is cash or in a form readily convertible to cash, ASX may suspend quotation of the entity's securities until it invests those assets or uses them for the entity's business. The Company is also required to give shareholders details, in writing, of the investment or use of the cash assets.

The note to the listing rule states that the ASX generally will not apply this rule provided that the entity has adequately disclosed the time within which it proposes to invest its funds and updates that disclosure if the proposal is revised or altered.

Listing Rule 12.1

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.

In light of the above, please respond to each of the following questions:

1. 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 rules 12.1 and 12.3? In this regard please confirm what projects the Company is considering or using its cash assets on, the amounts to be spent on each of those projects and the timeframe for the expenditure.
2. Details of the date when the Company expects it will be in compliance with listing rules 12.1 and 12.3.

Please note ASX will afford the Company a period of six months from the date of this letter to demonstrate to the ASX that it is compliant with listing rules 12.1 and 12.3. If the Company does not demonstrate compliance with these rules to the ASX's satisfaction by 2 August 2012, ASX may suspend the Company's securities from official quotation.

Your response should be sent to me on facsimile number (08) 9221 2020. It should not be sent to the Company Announcements Office.

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 **3.00pm WST on Tuesday, 7 February 2012**.

ASX reserves the right under listing rule 18.7A to release this letter and the Company's responses to the market. The response must therefore be in a form suitable for release to the market.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately 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. The exceptions to this requirement are set out in the rule.

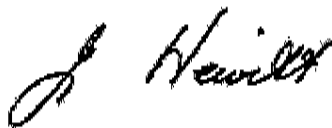
In responding to this letter you should consult listing rule 3.1 and the guidance note titled "Continuous disclosure: listing rule 3.1".

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

If you have any queries please do not hesitate to contact me on 9224 0013.

Yours sincerely,



Jill Hewitt

Senior Adviser Listings (Perth)