



EASTERN
CORPORATION LIMITED

ABN 11 064 957 419

31 August 2009

Frances Finucan
Senior Advisor, Issuers (Brisbane)
Australian Securities Exchange

Dear Frances,

PRICE QUERY

I refer to your letter of 28 August 2009 in relation to the change in price of the Company's securities from the previous day's closing price to the high on the day of your query and to the increase in volume of trading of the securities over the same period.

We respond to your questions as follows:

1. The company is not aware of any information concerning it that has not been announced which, if known, could be an explanation for the recent trading activity in the Company's securities.
2. Not applicable in view of the response to question 1.
3. The Company provided guidance to the market on 25 August 2009 of the expected loss for the consolidated entity for the financial year to 30 June 2009 in the range of \$2.2~2.6 million compared to a loss of \$4.3 million for the previous financial year. The main contributor to this turnaround is the achievement of profitable operations in New Zealand. This estimate has not changed since that date.
4. Not applicable in view of the response to question 3.
5. The Company has no explanation for this price change and increase in volume in its securities.
6. The Company confirms that it is in compliance with the ASX listing rules and, in particular, Listing Rule 3.1.

Yours sincerely,

Bill Lyne
Company Secretary

