



ASX Limited  
ABN 98 008 624 691  
Exchange Centre  
Level 1, 20 Bridge Street  
Sydney NSW 2000

2 January 2008

Mr Campbell Nicholas  
Chief Financial Officer/Company Secretary  
Comtel Corporation Limited  
Unit 18  
39 Herbert Street  
St Leonards NSW 2065

PO Box H224  
Australia Square  
NSW 1215

Telephone 61 2 9227-0409  
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DX 10427 Stock Exchange Sydney

By email: [campbell.nicholas@comtelcorporation.com.au](mailto:campbell.nicholas@comtelcorporation.com.au)

Dear Campbell

**Comtel Corporation Limited (the "Company")**

**RE: PRICE QUERY**

We have noted a change in the price of the Company's securities from a close of 1.7 cents on 31 December 2007 to a high of 2.4 cents today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price change and increase in volume, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?
2. If the answer to question 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 the 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. Is there any reason to think that there may be a change in the operating profit before abnormal items and income tax so that the figure for the current financial year would vary from the previous corresponding period by more than 15%? If so, please provide details as to the extent of the likely variation.
4. Is there any reason to think that the Company may record any material abnormal or extraordinary profit for the current financial year? If so, please provide details.
5. Is there any other explanation that the Company may have for the price change in the securities of the Company?

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6. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail at [ben.wacher@asx.com.au](mailto:ben.wacher@asx.com.au) or by facsimile on facsimile number (02) 9241 7620. 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 half an hour before the commencement of trading (ie before 9.30 a.m. A.E.D.T) on Thursday, 3 January 2008.

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 suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

#### 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 listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – 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.

#### Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

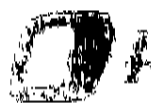
If you have any queries regarding any of the above, please call me on (02) 9227 0409.

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Yours sincerely

[sent electronically without signature]  
Ben Wachter  
**Advisor, Issuers (Sydney)**

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## ASX Release

3 January 2008

Ben Wachter  
Advisor, Issuers (Sydney)  
ASX Limited  
Exchange Centre  
Level 1, 20 Bridge Street  
Sydney NSW 2000

Dear Mr. Wachter,

**RE: PRICE QUERY**

We refer to your letter dated 2 January 2008 and respond to each of your questions as follows:

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

No.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

N/A.

3. Is there any reason to think that there may be a change in the operating profit before abnormal items and income tax so that the figure for the current financial year would vary from the previous corresponding period by more than 15%? If so, please provide details as to the extent of the likely variation.

Yes as a result of the acquisition of Sonnet Corporation Limited in July 2007 and Empowered Communications Pty Ltd in October 2007 plus the purchase of the mobile customer base from AAPT in July 2007. The Company reiterates its EBITDA forecast of \$8 million for FY08.

4. Is there any reason to think that the Company may record any material abnormal or extraordinary profit for the current financial year? If so, please provide details.



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No.

5. Is there any other explanation that the Company may have for the price change in the securities of the Company?

No.

6. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

The Company confirms that it is in compliance with the listing rules and, in particular, listing rule 3.1.

Yours sincerely

[sent electronically without signature]  
Campbell Nicholas  
Company Secretary

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