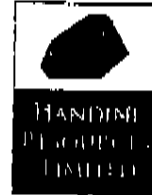


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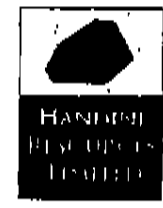
24 November 2009

Companies Announcements Office  
Australian Stock Exchange Limited  
Exchange House  
Level 4, 20 Bridge Street  
Sydney, NSW 2000

#### RESPONSE TO ASX QUERIES

The Company refers to the letter dated 19 November 2009 from the Exchange and wishes to respond to the queries raised as follows:

- 1) Did the Company acquire China Time?  
*Yes the Company effectively acquired CTI on 17 October 2008.*
- 2) If so, when was the acquisition of China Time completed?  
*As above on 17 October 2008*
- 3) If the Company acquired China Time does the Company believe that the acquisition of China Time was material to the Company pursuant to listing rule 3.1?  
*Yes*
- 4) Was the statement in the Company's quarterly report of 31 January 2009 that the Acquisition of China Time had been completed correct?  
*Yes*
- 5) If the answer to question 3 is yes, when did the Company become aware of the acquisition of China time?  
*On 25 January 2008*
- 6) If the acquisition of China Time was subsequently terminated by the Company, when did this occur?  
*On 29 October 2009 when the Company transferred back the CTI shares to the vendor and sought a refund of the purchase consideration of US\$1,000.*
- 7) If the acquisition of China Time was subsequently terminated, does the Company believe that the termination was material to the Company pursuant to listing rule 3.1?  
*Yes*
- 8) If the answer to question 6 is yes, when did the Company first become aware of the termination of the acquisition?  
*On 29 October 2009*
- 9) Can the Company identify any announcement to the market regarding the termination of the acquisition of China Time?  
*On 29 October 2009*



10) If the Company decided not to acquire China Time, when was this decision made?

*On 29 October 2009*

11) If the Company decided not to acquire China Time does the Company believe that the decision not to acquire China Time is material to the Company pursuant to listing rule 3.1?

*Yes*

12) If the answer to question 11 is yes, when did the Company first make the decision not to acquire China Time?

*The Company first made the decision not to acquire China Time on 29 October 2009.*

13) If this was before the Announcement, please identify any earlier announcement from the Company relating to the decision not to acquire China Time?

*N/A see above*

14) If there was no earlier announcement, why was the information not released to the market at an earlier time?

*N/A see above*

15) Please provide details of the Company's activities (in particular in relation to coal production and exploration) since listing on ASX.

*The Company has been an investment holding company since it was listed on ASX. Further it is involved in coal mining through its Joint Venture Mining Agreement with PT Nusantara Termal Coal in which the Company has rights over 14,400,000 tonnes of coal. Coal exploration is conducted via Joint Venture Agreement with Pt Multi Global Energi in Kalimantan of which the Company has a 70% off-take rights of the coal to be mined from the Tabalong project.*

16) Please confirm that the Company is in compliance with listing rule 3.1.

*Yes the Company is in compliance with listing rule 3.1.*

The Company wishes to clarify that the confirmation given to ASX prior to the Company's listing stating that the conditions precedent in respect of the Share Sale Agreement dated 25 January 2008 and varied on 23 May 2008 have been satisfied and completed is correct.

As announced on 29 October 2009, the condition precedent not yet fulfilled is under the Conditional Share Sale Agreement ("CSSA") entered into by the Company with Coal FE Resources Ltd dated 16 May 2008, not the Share Sale Agreement between the Company and China Time international Limited dated 25 January 2008 and varied 23 May 2008.

Under the CSSA, the approval by the Minister of Energy and Mineral Resources must be issued for the alteration of NTC shareholders. As this has yet to be obtained, and since the Company does not have operational or functional control, NTC will not be consolidated as a subsidiary for the financial year ended 30 June 2009.

Handini Resources Limited  
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**ASX**  
AUSTRALIAN SECURITIES EXCHANGE

19 November 2009

Mr Faris Azmi  
Company Secretary  
Handini Resources Limited  
125 Royal Street  
EAST PERTH WA 6004

ASX Markets Supervision Pty Ltd  
ABN 26 087 780 489  
Level 8, Exchange Plaza  
2 the Esplanade  
Perth WA 6000

PO Box D187  
Perth WA 6840

Telephone 61 8 9224 0000  
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Dear Faris

**Handini Resources Limited (the "Company")**

We refer to the following,

- (i) The statements in the Company's prospectus dated 23 July 2008 as amended by a supplementary prospectus dated 10 October 2008 that upon listing the Company would through PT Nusantara Termal Coal ("NTC") undertake mining activities on the coal concession in Jambi Province in Sumatra, Indonesia and undertake coal exploration in Kalimantan;
- (ii) The letter from ASX Limited ("ASX") to your solicitors, Steinepreis Paganin dated 22 October 2008, in which the Company was advised that it was a condition of the Company's admission to the official List of ASX that the conditions precedent in respect of the Share sale agreement dated 25 January 2008 and varied on 23 May 2008 between the Company and China Time International Limited ("China Time") had been satisfied;
- (iii) Confirmation given to ASX prior to the Company's listing stating that *"the conditions precedent in respect of the Share Sale Agreement dated 25 January 2008 and varied on 23 May 2008 have been satisfied and completed."*
- (iv) The Company's quarterly report released on 31 January 2009 stating *"the Company acquired, effective 17 October 2008, its coal mining operation by the acquisition of 100% of China Time International Limited which delivered ownership of a 60% interest in PT Nusantara Termal Coal (NTC), which holds a 30 year concession in Muara Bungo, In Jambi Province...."*
- (v) The announcement by the Company on 29 October 2009, released on the Company Announcements Platform at 6.27pm EDST (the "Announcement") indicating (inter alia):-
  - a. that the Company had decided not to proceed with the proposed acquisition of China Time.
  - b. that the Company had entered into an agreement for the purchase of 14,400,000 tonnes of coal from NTC

We wish to draw your attention to the definition of "aware" in chapter 19 of the listing rules which states that:

*"an entity becomes aware of information if a director or executive director (in the case of a trust, director or executive officer of the responsible entity or management company) has, or ought reasonably to have, come into possession of the information in the course of the performance of their duties as a director or executive officer of that entity"*

Further, we wish to draw your attention to listing rule 3.1 which 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. Please note that for disclosure not to be required under this listing rule all of the exceptions must apply.

Having regard to the above definition, listing rule 3.1 and Guidance Note 8 - Continuous Disclosure, we ask that you answer the following questions in a format suitable for release to the market in accordance with listing rule 18.7A.

1. Did the Company acquire China Time?
2. If so, when was the acquisition of China Time completed?
3. If the Company acquired China Time does the Company believe that the acquisition of China Time was material to the Company pursuant to listing rule 3.1?
4. Was the statement in the Company's quarterly report of 31 January 2009 that the Acquisition of China Time had been completed correct?
5. If the answer to question 3 is yes, when did the Company become aware of the acquisition of China Time?
6. If the acquisition of China Time was subsequently terminated by the Company, when did this occur?
7. If the acquisition of China Time was subsequently terminated, does the Company believe that the termination was material to the Company pursuant to listing rule 3.1?
8. If the answer to question 6 is yes, when did the Company first become aware of the termination of the acquisition of China Time?
9. Can the Company identify any announcement to the market regarding the termination of the acquisition of China Time?
10. If the Company decided not to acquire China Time, when was this decision made?
11. If the Company decided not to acquire China Time does the Company believe that the decision not to acquire China Time is material to the Company pursuant to listing rule 3.1?
12. If the answer to question 11 is yes, when did the Company first make the decision not to acquire China Time?
13. If this was before the Announcement, please identify any earlier announcement from the Company relating to the decision not to acquire China Time?
14. If there was no earlier announcement, why was the information not released to the market at an earlier time?

15. Please provide details of the Company's activities (in particular in relation to coal production and exploration) since listing on ASX.
16. Please confirm that the Company is in compliance with listing rule 3.1.

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

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. 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 close of trading on Monday 23 November 2009.

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

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 for release and should separately address each of the questions asked.

If you have any queries regarding any of the above, please contact me on the number below.

Yours sincerely,



Elizabeth Harris  
Senior Adviser - Issuers