

15 November 2011

Andrew Black
Manager, Listings (Sydney)
ASX Limited

Dear Andrew

ASX PRICE QUERY

I refer to your letter dated 14th November 2011 in relation to the recent change in price of the Company's securities and respond as follows in line with the numbering in your letter.

1. The Company is not 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.

The Company provides the following general market information. The Company from time to time receives confidential, non-binding expressions of interest from third parties in relation to such matters as proposals for joint activities and proposals for the acquisition/merger of parts of the Company's business. In recent months the Company had received a confidential, indicative, unsolicited, non binding expression of interest to acquire part of the business carried on by the Company. That expression of interest was not an offer capable of acceptance. Further communication from the third party in question after the initial approach, has led the Company to believe that the third party is no longer pursuing that proposal. The Company is not in negotiations in relation to any expression of interest.

2. N/a
3. The Cryosite annual shareholders meeting was held on the 7th November. The Chairman's address, which was released to the market in compliance with the listing rules on the day of the meeting (and which preceded recent volume and price changes) described the strong operational performance, profitability and cash flow of the Company for the past 12 months as well as describing a positive operational outlook for the next 12 months. The Company also notes that trading on ASX of its shares is relatively illiquid, with the result that any trading in the Company's shares can have a material impact on share price.
4. The directors confirm that the Company is in compliance with the listing rules and in particular listing rule 3.1

Bryan Dulhunty
Company Secretary