



ABN 42 112 256 649

566 Elizabeth Street
Melbourne Victoria 3000

Tel: +61-3-9347-2409

Fax: +61-3-9349-1186

www.solimarenergy.com.au

SOLIMAR ENERGY LIMITED

CONTINUOUS DISCLOSURE POLICY

August 2008

1. Purpose of the Policy

- 1.1 The purpose of this Policy is to outline the processes followed by Solimar Energy Limited (“the Company”) to ensure compliance with its disclosure obligations under the Australian Securities Exchange (“ASX”) Listing Rules and the Corporations Act in Australia.

2. Principles of Continuous Disclosure

- 2.1 The Company will immediately notify the market by announcement to the ASX of any information that a reasonable person would expect to have a material effect on the price or value of the Company’s securities.
- 2.2 Listing Rule 3.1A permits an exception to this requirement where all three of the following criteria are satisfied:
- (a) a reasonable person would not expect the information to be disclosed;
 - (b) the information is confidential and the ASX has not formed the view that the information has ceased to be confidential; and
 - (c) one or more of the following applies:
 - it would be a breach of the law to disclose the information;
 - the information concerns an incomplete proposal or negotiation;
 - the information comprises matters of supposition or is insufficiently definite to warrant disclosure;
 - the information is generated for the internal management purposes of the Company; or
 - the information is a trade secret.

3. Delegation of Responsibility

- 3.1 Both the Company Secretary and Chairman are responsible for ensuring the Company complies with its continuous disclosure requirements.
- 3.2 The Chairman, Executive Director and Manager Investor Relations are the only persons authorised to make public statements to the market and media on behalf of the Company.
- 3.3 The Company Secretary is provided authority to make administrative announcements to the market. Administrative announcements would include the confirmation of security issues and notification of changes to a Director's holding.

4. Review of Information to be disclosed

- 4.1 All announcements to the market should be reviewed by the Board before their release.
- 4.2 Where it has been decided from the circumstances that it is impractical for the announcement to be reviewed by the Board it is still required to be reviewed by at least two Directors or a Director and the Company Secretary.
- 4.3 To give effect to this policy all reasonable efforts must be made to provide a draft of an intended release to Directors for their review and provide them with appropriate time to make any comments.
- 4.4 In all circumstances the Board will be required to approve the annual and interim (half-year) financial report before they are announced to the market.
- 4.5 All Directors will be provided with a copy of the announcement as soon as practicable after their release.

5. ASX Queries and Market Rumours

- 5.1 The general policy to be observed by all persons working with the Company is not to comment on any rumours or speculation within the market. Where a person associated with the Company becomes aware of any speculation or rumours in the marketplace then they must bring this to the attention of the Chairman and Company Secretary.

6. Trading Halt

- 6.1 In exceptional circumstances the Company may request a trading halt to prevent the emergence of a false or uninformed market for the Company's securities. Any decision to apply for a trading halt should have the approval of the full Board, however if circumstances dictate, the approval of at least two Directors or a Director and the Company Secretary will be sufficient.
- 6.2 An explanation of the reasons for a trading halt will need to be provided to the Board and minuted in the records.

7. Agreements with Partners

- 7.1 The Company will ensure that those parties it has joint venture agreements with are provided a draft of any ASX and Media announcement that concerns their joint venture.

8. Communication of discloseable information

- 8.1 All information disclosed to the ASX in compliance with this policy will be placed promptly on the Company's website once the ASX has confirmed its release.
- 8.2 The Board and Company Secretary will include commentary in the half-year and full year results to ensure that investors can make an informed assessment of the Company's activities and results.

9. Briefings to Analysts, Investors and Media

- 9.1 Briefings are undertaken by the Company from time to time to discuss information released to the market.
- 9.2 When these briefings occur the following rules will apply:
- (a) No discussion of price sensitive information that has not been previously disclosed.
 - (b) If price sensitive information is inadvertently disclosed in the briefing this will then be released to the ASX as soon as practicable as well as placed on the Company's website.
 - (c) All briefing and presentation materials will be disclosed to the ASX either prior to or concurrently with the briefing.

10. Breaches of this Policy

Any breaches of this policy will be treated seriously and an appropriate response will be taken by the Company.

11. Further Information

- 11.1 You should read this Policy carefully and familiarise yourself with the policy and procedures detailed.
- 11.2 The Company will review this Policy regularly as legislative requirements change and best practice for continuous disclosure evolves. The Company Secretary will communicate any amendments to the Company's employees.
- 11.3 If you have any questions on the Policy, or require further information, contact the Company Secretary, Chris Bowyer, on +61 3 9347 2409 or email at chrisb@solimarenergy.com.au.