



LEYSHON

17 December 2010

Mr Cameron Bill
ASX Limited
Exchange Plaza
2 The Esplanade
Perth WA 6000

By Facsimile: 9221 2020

Dear Cameron

Response to ASX Appendices 3Y Query

In response to your correspondence dated 16 December 2010 in relation to the Appendices 3Y lodged for Mr Seville and Mr Fletcher we advise as follows:

1. The changes relate to the expiry of unlisted 30 November 2010 options. The delay in lodgement of the notices was due to an internal administrative oversight and the notices have been lodged immediately upon the oversight having been identified.
2. Formal arrangements are in place with each director of the Company under which each director undertakes to provide the Company with details of any changes to their notifiable interests, within the time frames required by ASX Listing Rule 3.19A.
3. The Company's existing arrangements are considered adequate and the late lodgement of these Appendices 3Y was an isolated incident. However, the Company will review and re-state its arrangements with each director, including reminding directors of their responsibility to monitor non-active changes in their notifiable interests such as the lapse of unlisted options.

Yours sincerely

Stacey Apostolou
Company Secretary



ASX Compliance Pty Limited
ABN 26 087 780 489
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

GPO Box D187
PERTH WA 6840

Telephone 61 8 9224 0000
Facsimile 61 8 9221 2020
www.asx.com.au

16 December 2010

Ms Stacey Apostolou
Leyshon Resources Limited
36 Outram Street
WEST PERTH WA 6005

By email: sapostolou@leyshonresources.com

Dear Stacey

Leyshon Resources Limited (the "Company") Appendices 3Y – Change of Director's Interest Notices

We refer to the following;

1. The Appendices 3Y lodged by the Company with ASX today for Mr John Fletcher and Mr Richard Seville.
2. Listing rule 3.19A which requires an entity to tell ASX the following:
 - 3.19A.1 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times.
 - On the date that the entity is admitted to the official list.
 - On the date that a director is appointed.The entity must complete Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.
 - 3.19A.2 A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust). The entity must complete Appendix 3Y and give it to ASX no more than 5 business days after the change occurs.
 - 3.19A.3 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.
3. Listing rule 3.19B which states as follows.

An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the entity all the information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.

4. The Companies Update dated 27 June 2008, reminding listed entities of their obligation to notify ASX within 5 business days of the notifiable interests in securities held by each director and outlining the action that ASX would take in relation to breaches of listings rules 3.19A and 3.19B.

As the Appendices 3Y indicated that the changes in Messrs Fletcher and Seville's notifiable interests occurred on 30 November 2010, it appears that the Appendices 3Y should have been lodged with ASX by 7 December 2010. As the Appendices 3Y were lodged on 16 December 2010, it appears that the Company may be in breach of listing rules 3.19A and/or 3.19B. It also appears the director concerned may have breached section 205G of the Corporations Act.

Please note that ASX is required to record details of breaches of the listing rules by listed companies for its reporting requirements.

ASX reminds the Company of its contract with ASX to comply with the listing rules. In the circumstances ASX considers that it is appropriate that the Company make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: "Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities", we ask that you answer each of the following questions:

1. Please explain why the Appendices 3Y were lodged late.
2. What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?
3. If the current arrangements are inadequate or not being enforced, what additional steps does the Company intend to take to ensure compliance with listing rule 3.19B?

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.

A response is requested as soon as possible and, in any event, not later than half an hour before the start of trading (ie before 9.30 a.m. A.E.D.T.) on Tuesday, 21 December 2010.

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

Yours sincerely,



Cameron Bill
Adviser, Listings (Perth)