



To: ASX – Company Announcements

Fax: 1300 135 638

From: Private Portfolio Managers Pty Ltd

Page 1 of: 4 (including cover page)

Date: 1st June 2011

RE: Notice of change of interests of substantial holder

Please find attached form 604 for notice of change in substantial holder of Folkestone Limited (FLK).

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Form 604

Corporations Act 2001
Section 671B

Notice of change of interests of substantial holder

To Company Name/Scheme FOLKESTONE LIMITED

ACN/ARSN

1. Details of substantial holder(1)

Name Private Portfolio Managers Pty Ltd (PPM) & It's subsidiary Portfolio Nominees Pty Ltd on behalf of Clients

ACN/ARSN (if applicable) 069 865 827

There was a change in the interests of the substantial holder on 10 / 05 / 11

The previous notice was given to the company on 05 / 04 / 11

The previous notice was dated 05 / 04 / 11

2. Previous and present voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in when last required, and when now required, to give a substantial holding notice to the company or scheme, are as follows:

Class of securities (4)	Previous notice		Present notice	
	Person's votes	Voting power (5)	Person's votes	Voting power (5)
Ordinary Shares	20,000,000	6.32 %	19,448,921	5.24 %*

* Based on 370,836,124 Share on issue

3. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest of the substantial holder or an associate in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows: **See Attached for more details**

Date of Change	Person whose relevant interest changed	Nature of change (6)	Consideration given in relation to change (7)	Class and number of securities stock	Person's votes affected
	Clients of PPM	Sales & Dilution from new shares issue			

4. Present relevant interests

Particulars of each relevant interest of the substantial holder in voting securities after the change are as follows: **See Attached**

Holder of relevant interest	Registered holder of Securities	Person entitled to be registered as holder(8)	Nature of relevant interest (6)	Class and number of securities	Person's votes

5. Changes in association

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association

6. Addresses

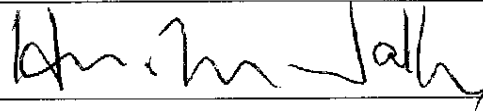
The addresses of persons named in this form are as follows:

Name	Address
Private Portfolio Managers Pty Ltd	Level 3, 2 Martin Place, Sydney, NSW 2000

Signature

print name HUGH MACNALLY - DIRECTOR

sign here



date 01 / 06 / 2011

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Private Portfolio Managers Pty Ltd
From 01/Apr/11 To 10/May/11

FOLKESTONE LIMITED (FLK)

Holder of Interest	Registered Holder of Securities	Person Entitled to be Registered as Holder	Previous Notice	Current Holdings	Change
Private Portfolio Nominees Pty Ltd	National Nominees Pty Ltd	Client base of Portfolio Nominees as Nominee of PPM	20,000,000	19,448,921	-551,079
			20,000,000	19,448,921	-551,079

Date	Quantity	Amount
13-Apr-11 Total	100,000	11,537.95
18-Apr-11 Total	100,000	11,537.95
02-May-11 Total	-751,079	82,618.69
Grand Total	-551,079	