



MARKET RELEASE

23 March 2011

Folkestone Limited

TRADING HALT

The securities of Folkestone Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Friday, 25 March 2011 or when the announcement is released to the market.

Security Code: FLK

James Gerraty
Manager, Listings (Melbourne)

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Folkestone Limited

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23 March 2011

The Manager – Companies Melbourne
ASX Limited
Level 45, Rialto Towers
525 Collins Street
Melbourne VIC 3000

Dear Sir

REQUEST FOR TRADING HALT

Folkestone Limited requests a trading halt from the commencement of trading on 23 March 2011 pending finalisation of the details of the first component of the proposed capital raising which was approved by shareholders at the general meeting held on Wednesday 9 March 2011. For the purposes of ASX Listing Rule 17.1, Folkestone provides the following information:

- (a) the trading halt is necessary as Folkestone expects to make an announcement to the market in relation to the first component of the proposed capital raising;
- (b) the trading halt is proposed to end before the commencement of trading on Friday 25 March 2011;
- (c) Folkestone expects to make an announcement to the market before the commencement of trading on Friday 25 March 2011; and
- (d) Folkestone knows of no reason why the trading halt should not be granted or of any other information necessary to inform the market about the trading halt.

Yours sincerely



Scott Martin
CFO & Company Secretary
Folkestone Limited

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