

Disclosure Policy

Desane Group Holdings Limited must comply with the continuous disclosure requirements of the Listing Rules of the Australian Securities Exchange (ASX) and the requirements of the Corporations Act 2001.

The objective of this policy is to ensure that all directors and employees of Desane are fully aware of their responsibilities to ensure the Company meets its obligations.

1. Information to be Disclosed

Listing Rule 3.1 requires Desane to inform the ASX immediately it becomes aware of any information that a reasonable person would expect to have a material effect on the Company's share price or value.

Desane will be considered to be "aware of information if a director or executive officer has, or ought reasonably to have, come into possession of information in the course of their duties as a director or executive officer of the Company." (Refer to Listing Rule 19.12.)

There are certain conditions under which disclosure is not required and these are detailed in Listing Rule 3.1A. Importantly each of the following conditions must apply for the information not to be disclosed:

- One or more of the following 5 situations applies:
 - It would be a breach of 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.
- The information is confidential and the ASX has not formed the view that the information has ceased to be confidential; and
- A reasonable person would not expect the information to be disclosed.

In addition "if the ASX considers that there is or is likely to be a false market in Desane's shares, and asks Desane to give information to correct or prevent a false market, Desane must provide the information." (Refer to Listing Rule 3.1B.)

The Listing Rules also require the Company to comply with periodic reporting requirements such as Desane's half-year and full year results, and annual report.

2. Responsibilities

The Company Secretary is responsible for administering this policy and ensuring Desane complies with its obligations.

All directors and employees have a responsibility to report any price sensitive information to the Company Secretary immediately they become aware of it. If there is any doubt as to whether information is price sensitive, the details should be discussed with the Company Secretary.

The Company Secretary, together with the Managing Director, will determine if the information should be disclosed to the ASX and if necessary the Chairman will be consulted.

The Company may request a trading halt from the ASX to prevent trading in the Company's shares by an uninformed market.

All releases to the ASX, except certain periodic reports, must be approved by the Board. However if this is impractical then the release will be referred to the Chairman for approval and the other directors advised.

Once the ASX has confirmed receipt of the disclosure, the details of the release will be:

- Circulated to all directors;
- Emailed to all shareholders that have subscribed to this service via the Share Registry; and
- Made available on Desane's website.

3. Authorised Spokespersons

Only the Managing Director and the Company Secretary are authorised to speak on behalf of the Company on market disclosure issues.

4. Listing Rules

Listing Rules can be viewed through the ASX website www.asxgroup.com.au.