

16 February 2010

ASX Limited
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Attention: Matthew Foy

Dear Mr Foy,

COVENTRY RESOURCES LIMITED – ASX QUERY

We refer to the query issued by the Australian Securities Exchange on Monday 15th February 2010 and comment as follows:

1. Final drill results were received from the analytical laboratory on 20 January 2010.
2. Yes.
3. Not applicable.
- 4.1 No earlier announcements were made regarding these results because final results had not been received.
- 4.2 The Company required sufficient time to interpret the final results and to compile them into an announcement. Preparation of the announcement included preparation of diagrams, which the Company considered to be material to the announcement and interpretation of the results. Confidentiality of the drilling results was maintained while the announcement and the diagrams were being prepared.
5. Cygnet Discussions commenced following the release of the drilling results on 22 January 2010.
6. The Trading Halt Request on 22 January 2010 was requested when the Company entered market sensitive discussions regarding terms of the capital raising.
7. Yes.
8. Yes.
9. Not applicable.
10. The Company confirms that in its opinion it is, and has been at all times, in compliance with the listing rules, and in particular, listing rule 3.1.

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Yours faithfully,



Scott Funston
Company Secretary
COVENTRY RESOURCES LIMITED

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15 February 2010

Mr. Scott Funston
Company Secretary
Coventry Resources Limited
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WEST PERTH WA 6005

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By e-mail: resourceful@optusnet.com.au

Dear Scott,

Coventry Resources Limited (the "Company")

We refer to the following:

1. The Company's announcement dated 23 December 2009 entitled "*Acquisition of the advanced, high-grade Cameron Lake Gold Project, Ontario, Canada*" released at 10.06 EDST stating "*Numerous parties have expressed considerable interest in providing assistance to finance [the Cameron Lake Gold Acquisition] transaction, and the Company anticipates finalising arrangements early in 2010*".
2. The Company's announcement dated 22 January 2010 entitled "*Further Shallow High Grade Gold Intersected in Drilling at the Ardeen Gold Project*" released at 11.14am EDST disclosing analytical results for 17 holes drilled at the Ardeen Gold Project (the "Drill Results") (the "Ardeen Announcement").
3. The trading halt market release dated 22 January 2010 confirming trading in the Company's securities had been halted, released at 12.56pm EDST (the "Trading Halt").
4. The Company's announcement dated 29 January 2010 entitled "*\$10 Million Placement*" released at 4.33pm EDST (the "Placement Announcement").

I wish to draw your attention to the definition of "aware" in chapter 19 of the listing rules which states that:

"an entity becomes aware of information if a director or executive director (in the case of a trust, director or executive officer of the responsible entity or management company) has, or ought reasonably to

have, come into possession of the information in the course of the performance of their duties as a director or executive officer of that entity"

Further, I wish to draw your attention to listing rule 3.1, which requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

Having regard to the above definitions, listing rule 3.1 and Guidance Note 8 - Continuous Disclosure, ASX asks that you answer the following questions in a format suitable for release to the market, in accordance with listing rule 18.7A.

1. When did the Company become aware of the Drill Results?
 2. Does the Company consider the Drill Results to be material to the Company?
 3. If the answer to question 2 is "no", please provide a detailed explanation of the basis on which the Company does not consider the Drill Results to be material?
 4. If the answer to question 2 is "yes", and the Company was aware of the Drill Results prior to the Ardeen Announcement, please address each of the following.
 - 4.1. Please identify any earlier announcement from the Company confirming the Drill Results.
 - 4.2. If there was no earlier announcement, please advise why the Company did not make an announcement at an earlier time or request a trading halt prior to the release of the Ardeen Announcement.
- In addressing this question, comment specifically on the application of listing rule 3.1 and the exceptions to the rule in listing rule 3.1A.
5. When did the Company enter into discussions with Cygnet Capital Pty Ltd ("Cygnet") with the aim of executing a mandate whereby Cygnet would act as lead manager to raise up \$10 million for the Company (the "Cygnet Discussions").
 6. What was the reason for the trading halt request on 22 January 2010 (the "Trading Halt Request").
 7. Upon becoming aware of the reasons for the Trading Halt Request, did the Company immediately request a trading halt in the Company's securities, if not, why not?
 8. Does the Company consider the Cygnet Discussions material to the Company?
 9. If the answer to question 8 is "no", please provide a detailed explanation of the basis on which the Company does not consider the Cygnet Discussions to be material?
 10. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Please note that ASX reserves the right, pursuant to listing rule 18.7A, to release this letter and the Company's response to the market if it considers it necessary for an informed market. Accordingly it would be appreciated if you would prepare your response in a format suitable for release to the market and separately address each of the questions asked.

If the above information is required to be disclosed under listing rule 3.1, your obligation is to disclose the information immediately. Otherwise, your co-operation in providing a response to this letter by no later than **1pm WST on Tuesday, 16 February 2010** would be appreciated.

Your response should be sent directly to me on facsimile number (08) 9221 2020 or by email. Your response should not be sent to the Company Announcements Office.

If you have any queries or concerns, please contact me.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'M. Foy'.

Matthew Foy
Senior Adviser, Issuers (Perth)

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