

27 October 2010

Mr Dean Litis
ASX Compliance Pty Limited
Level 45, Rialto South Tower
525 Collins Street
MELBOURNE VIC 3000

Dear Mr Litis

Boom Logistics Limited (the "Company")

I refer to your e-mail correspondence of 2.59pm on 26 October 2010. I note your questions (set out below) and Boom Logistics Limited's responses to each question are provided in italics below.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company.

No.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Not applicable.

3. Is there any reason to think that there may be a change in the operating profit before abnormal items and income tax so that the figure for the half year ending 31 December 2010 would vary from the previous corresponding period by more than 15%? If so, please provide details as to the extent of the likely variation.

The Company reported an Earnings Before Interest and Tax ("EBIT") result, excluding one off costs, of \$4.8 million for the half year ended 31 December 2009. Boom expect the EBIT result, excluding one off costs, for the half year ending 31 December 2010 to be greater than 15% above that result.

ABN 28 095 466 961

BOOM Logistics Limited
Level 6, 55 Southbank Boulevard
Southbank VIC 3006

T +61 3 9207 2500
F +61 3 9207 2400

www.boomlogistics.com.au

For personal use only

The Company notes that the EBIT result, excluding one off costs, for the half year ended 30 June 2010 was \$7.0 million which was 45% above the half year ended 31 December 2009. The Company has advised the market that this result was achieved due to a strong recovery in the final quarter of FY10. The Company has also advised the market that these improved business conditions have continued into FY11.

4. Is there any reason to think that the Company may record any material abnormal or extraordinary items for the half year ending 31 December 2010? Is so, please provide details.

The Company will continue to reshape the business by:

- restructuring under-performing business units and depots;*
- driving crane logistics growth in industrial services and major project development markets;*
- actively re-deploying equipment, particularly into the key growth markets of North West WA, the Bowen Basin and the Hunter Valley to maximise revenue and returns;*
- releasing low capacity, lower margin assets; and*
- managing non-core businesses for cash.*

Consequently, the Company will recognise one off costs in relation to restructuring and repositioning during the half year ending 31 December 2010.

The Company does not expect any abnormal or extraordinary items other than the restructuring and repositioning costs noted above.

5. Is there any other explanation that the Company may have for the price change in the securities of the Company?

On 19 August 2010, the Company advised the market that it had experienced a strong recovery in trading conditions in the final quarter of the year ended 30 June 2010.

On 6 October 2010, in the Annual Report released on that date, the Company stated that the improvement in trading conditions had continued into FY11.

On 14 October 2010, the Company announced that it had been awarded a contract with Suzlon Energy to provide crane and lifting services for the construction and delivery of the AGL Oaklands Hill Wind Farm. The Company noted that this major wind farm construction project with Suzlon Energy, one of the world's leading wind power companies, is an exciting venture that reinforces our capability in this growth market.

On 20 October 2010, in the presentation to the UBS Emerging Companies Conference, the Company highlighted its exposure to the rapidly growing mining and resources sector, with its revenue contribution from mining and resources maintenance having increased from 39% in FY09 to 47% in FY10.

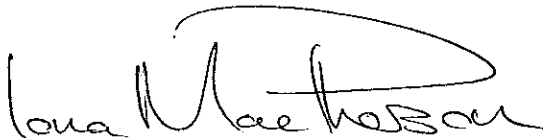
For personal use only

The Company believes that the combination of the factors noted above may have contributed to the recent trading volumes and the associated increase in share price.

6. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Yes.

Yours sincerely
Boom Logistics Limited

A handwritten signature in black ink, appearing to read 'Iona Macpherson', with a large, sweeping flourish above the name.

Iona Macpherson
Chief Financial Officer and Company Secretary

For personal use only

For personal use only



ASX Compliance Pty Limited
ABN 26 087 780 489
Level 45
Rialto South Tower
525 Collins Street
Melbourne VIC 3000

GPO Box 1784
Melbourne VIC 3001

Telephone 61 3 9617 8625
Facsimile 61 3 9614 0303
www.asx.com.au

26 October 2010

Iona MacPherson
Chief Financial Officer & Company Secretary
Boom Logistics Limited

By email only

Dear Iona

Boom Logistics Limited ("Company")- Price Query

We have noted a change in the price of the Company's securities from 41 cents at close of trading on 13 October 2010, to a high of 54.5 cents at the time of writing today. We have also observed larger than normal volumes of trades during this period.

In light of the price change and increase in trading volumes, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any reason to think that there may be a change in the operating profit before abnormal items and income tax so that the figure for the half year ending 31 December 2010 would vary from the previous corresponding period by more than 15%? If so, please provide details as to the extent of the likely variation.
4. Is there any reason to think that the Company may record any material abnormal or extraordinary items for the half year ended 31 December 2010? If so, please provide details.
5. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?

Australian Securities Exchange

Australian Stock Exchange
Sydney Futures Exchange

Australian Clearing House
SFE Clearing Corporation

ASX Settlement and Transfer Corporation
Austraclear

For personal use only

6. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail at dean.litis@asx.com.au. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than half an hour before the start of trading (i.e. before 9.30 a.m. AEDST) on **Wednesday 27 October 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 suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 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.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts, we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely

[Sent electronically, without signature]

Dean Litis

**Principal Adviser
Issuers, Melbourne**

For personal use only

For personal use only