

DEEP YELLOW
ABN 97 006 391 948

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5 July 2005

Australian Stock Exchange Limited
Exchange Plaza
2 The Esplanade
PERTH WA 6000

via facsimile: 9221 2020

Attention: Jill Hewitt – Companies Adviser

Dear Madam

PRICE QUERY

We refer to the facsimile of 5 July 2005 and respond to each of the ASX questions as follows:

- 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. However, the Company did make an announcement on 29 June 2005, regarding the acquisition of the Uranium Rights to all of Tanami Gold NL's (Tanami) tenements in the Tanami-Arunta Province covering both the Northern Territory and Western Australia. The Uranium Rights cover a total area of approximately 60,000 km².

This acquisition provides Deep Yellow with access to an extensive exploration package containing numerous prospective targets for uranium exploration and builds on the Company's existing commitment to exploration in the Northern Territory via its Napperby and Northeast Arunta Projects. The Company looks forward to commencing exploration work on the areas following negotiations with Tanami, the traditional owners and the Central Land Council for land access in accordance with the existing agreements.

The Company has previously announced that resource drilling will commence at its Napperby Project in July 2005. The Company is on target to meet this start date.

The Company continues to pursue new acquisitions and opportunities to grow and advance the Company. At this stage no proposal for areas of interest, acquisition or farm-in has been completed.

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, refer above.

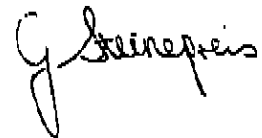
3. *Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?*

No.

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

The Company is in compliance with the Listing Rules of the ASX and, in particular, Listing Rule 3.1.

Yours faithfully



Gary Steinepreis
Director



ASX
AUSTRALIAN STOCK EXCHANGE

FAXED
5 July 2005

Mr G Steinepries
Company Secretary
Deep Yellow Limited
Level 1 33 Ord Street
WEST PERTH WA 6005

Facsimile: 9481 2690

Dear Gary

Australian Stock Exchange Limited
ABN 98 008 624 691
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Deep Yellow Limited (the "Company")

PRICE AND VOLUME QUERY

We have noted a change in the price of the Company's securities from 6.8 cents on 4 July 2005 to a high of 8.9 cents today. ASX also notes the higher volumes of securities being traded.

In light of the price and volume change, 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?
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 other explanation that the Company may have for the price change and increase in volume in the securities of the Company?
4. 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 on facsimile number (08) 9221 2020. 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 7.30am WST on Wednesday 6 July 2005.

In the interests of ensuring a fully informed market, ASX requests that the Company provide an updated list of the names of the twenty largest shareholders, the number of securities each holds and the percentage of capital each holds. This information should be up to date as at

5pm WST on Friday 8 July 2005. Please direct your response, in a format suitable for release to the market, to facsimile (08) 9221 2020 by Tuesday 12 July 2005.

The response must be in a form suitable for release to the market. If you have any concern about release of a response, 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 the rule.

In responding to this letter you should consult listing rule 3.1 and the guidance note titled "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 the guidance note titled "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 faithfully,



Jill Hewitt
Companies Adviser