



Level 2 Mezzanine
28 Ord Street
West Perth WA 6005

PO Box 2883
Perth WA 6000

Phone: +61 (08) 9322 5050
Fax: +61(08) 9322 5052

2 August 2007

The Manager
Australian Stock Exchange Limited ("ASX")
Company Announcements Office

Dear Sir

GLOBAL GEOTHERMAL LIMITED FORMATION AND CAPITAL RAISING

Wasabi is pleased to announce that it has completed the formation of a new joint venture with AMP Capital Partners LLC, a U.S. based private equity fund ("AMP").

Pursuant to the transaction, a newly incorporated English subsidiary of Wasabi, Global Geothermal Limited ("GGL") has been incorporated. GGL has acquired from AMP the entire issued share capital of Recurrent Engineering LLC, a Delaware corporation focused on the delivery of highly efficient geothermal and waste heat power stations and technology. GGL has also acquired the benefit of certain debts owed to Wasabi by Exergy Inc, and the associated security. In addition, GGL has been granted an option over Wasabi's shareholding in Exergy, for the sum of \$1.00 as part of the overall deal.

Wasabi holds 70% of GGL and AMP the remaining 30%. Wasabi has invested £175,000 and AMP £75,000 in cash as initial seed capital. GGL is currently raising a further £2 million of working capital, prior to an intended AIM listing in which the company will look to raise a further £10 million.

Licenses of Exergy and Recurrent include Siemens, who will complete their first Kalina power station in September of this year, X-Orka VG, whose Husavik Plant has been operating for 5 years, Geodynamics, Raser Technologies and Ebara.

Yours faithfully

Tim Wise
Managing Director

For personal use only