

Shareholder Update

Victorian Fuel Supply

Wednesday, 16 December 2015: Environmental Clean Technologies Limited (ASX: ESI) (ECT or Company) is pleased to provide the following update on its assessment of Victorian fuel supply opportunities.

Further to both the Company's shareholder update of 25 Nov 2015 and information provided during its AGM on 27 Nov 2015, a range of Coldry product trials have progressed in the Victorian market, with positive results.

These positive initial results are driving the continuation of testing over coming months, with the objective of gathering Coldry pellet performance data across a range of combustion systems, for comparison against incumbent fuels.

Managing Director, Ashley Moore stated "This continued, encouraging feedback, has provided additional confidence as we commence scoping potential Pilot Plant R&D improvements with the aim of delivering higher volume test capability. With successful profiling of the potential consumer base, Coldry produced during that R&D work could be sold, generating revenue to help offset our R&D expenses. This also provides important performance information on Coldry pellets as a combustion fuel in a range of combustion systems, and allows us to continue to innovate with the aim of tailoring Coldry pellet quality and performance to the needs of different customers and systems."

For further information, contact:

Ashley Moore – Managing Director info@ectltd.com.au

About ECT

ECT is in the business of commercialising leading-edge coal and iron making technologies, which are capable of delivering financial and environmental benefits.

We are focused on advancing a portfolio of technologies, which have significant market potential globally.

ECT's business plan is to pragmatically commercialise these technologies and secure sustainable, profitable income streams through licencing and other commercial mechanisms.

About Coldry

When applied to lignite and some sub-bituminous coals, the relatively simple Coldry beneficiation process produces a black coal equivalent (BCE) in the form of pellets. Coldry pellets have equal or superior energy value to many black coals and produce lower CO₂ emissions than raw lignite.

About MATMOR

The MATMOR process has the potential to revolutionise primary iron making.

MATMOR is a simple, low cost, low emission, production technology, utilising the patented MATMOR retort, which enables the use of cheaper feedstocks to produce primary iron.