

Immediate Release
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[ASX: EVM](#)
[OTCQX: EVOMY](#)

Chairman's Address

The 2017 EnviroMission Limited Chair address to shareholders at the company's Annual General Meeting at Tomic House, 386 Flinders Lane, Melbourne and by release to the ASX, intends to focus on matters around the continuing suspension of EnviroMission shares from trade on the ASX.

EnviroMission anticipates and shares in the frustration of shareholders that have been denied access to the liquidity expected in an investment in a listed Australian entity. And, for the purposes of clarity, EnviroMission will restate the circumstances behind the suspension that have been previously stated in company announcements and a Chairman's Update to the market on 27 March 2017.

It is important to draw attention to these circumstances to reassure shareholders the suspension was imposed by the ASX as a result of an investment proposal by Japan based fund manager, Valentia Development Co. (Valentia) not meeting the terms outlined in a Heads of Agreement announced to the market and provided to the ASX.

Valentia provided EnviroMission with numerous written and verbal updates stating its proposed investment in EnviroMission was "imminent", "weeks away", and had on one occasion had "been remitted"; these updates informed a series of market announcements that did not satisfy the ASX and informed its decision to suspend EnviroMission shares from trade pending receipt of **that** Valentia investment.

Valentia's continual delays and shifting explanations also caused concern inside the company, and a notice of intent to terminate the Heads of Agreement with Valentia was soon followed by termination of the agreement.

EnviroMission was also issued with a number of questions from the ASX that went beyond the Valentia investment – these questions and EnviroMission's responses were also uploaded to the market in full transparency.

To be clear, EnviroMission, in good faith, and in the interests of shareholders, entered into the Heads of Agreement with Valentia for a cornerstone investment that would provide working capital and Solar Tower project development funds.

The effect of Valentia's failure to deliver on the agreement resulted in EnviroMission being suspended by the ASX until the Valentia matter was resolved – that is how the ASX initially explained the suspension to EnviroMission. However, when EnviroMission met with the ASX in Perth (home exchange) following EnviroMission's termination of the Valentia HOA, to discuss the lifting of the ASX imposed suspension, the ASX outlined an expectation for EnviroMission to meet ASX Listing Rule 12.1 regarding EnviroMission's level of operations, and ASX Listing Rule 12.2 relating to capital capacity.

And satisfaction to the extent that these ASX Listing Rules are met remains the sole discretion of the ASX.

Following the meeting with the ASX, EnviroMission announced it would (continue to) seek alternative capital to support operations and the next stage of Solar Tower commercialisation, and in doing so, meet ASX Chapter 12 requirements; that capital search has not yet been successful, and the impact of the suspension could now be argued to be disproportionate to the intended remedy actioned by the ASX in relation to the protracted (and failed) Valentia investment.

Discussions with potential investors have revealed concerns about placing substantial investment where that investment could be exposed to the uncertainty of the discretion of the ASX, to potentially impact an investors liquidity or ability to exit if required.

It's important to stress EnviroMission shared the concerns of the ASX and shareholders over the period of the protracted Valentia investment proposal, and it is important to state here, EnviroMission was not in breach of Listing Rules and the continued imposition of the suspension now only serves as a barrier to the very actions (raising capital) required to restore EnviroMission's trading status.

The position EnviroMission now finds itself in is one where **'nothing is off the table'** and negotiations for working and development capital will consider a raft of options strategised to be in the best interest of all shareholders and to the satisfaction of Australian regulators.

EnviroMission has been a listed entity for sixteen years without breach of the Listing Rules or the Corporations Act and has to this point, not Major Project Facilitation Status has not been extinguished by the Australian Federal Government in relation to the ground breaking disruptive energy technology that EnviroMission seeks to commercialise - there are positives in all of this.

Moving forward and to reiterate, **'nothing is off the table'** now means EnviroMission will enter negotiations with investors that may require privatisation or an alternative listing jurisdiction, in all instances subject to shareholder approval.

The Texas based Solar Tower proponent, Apollo Development Co., remains committed to commercialising Solar Tower power station/s in Texas and has expressed a greater not lessor role in Solar Tower development more generally.

The race to development, particularly in an energy context, can be more likened to a slow courtship of the union of innovation, necessity and capital, with no business too large for the need for capital - case in point, the great innovator Tesla, per current media reporting.

EnviroMission believes Solar Tower renewable power station technology has its place in the global energy mix, what will be decided over the coming weeks and months is where and how that participation will occur.

It has without doubt been a difficult year but not one without hope as discussions have presented alternatives that must be considered to meet the strategic intent to commercialise Solar Tower technology.

I would like to thank the board, staff and management for their support and efforts where many people might have given up due to the continual stress of the current operating circumstances.

There hasn't been a day since the suspension was imposed that shareholders haven't expressed concern and in some cases abuse - and in all instances the empathy felt for shareholders has served to increase a sense of duty to work towards a result that will ultimately provide value to shareholders.

There has also been incredible support and encouragement from shareholders and EnviroMission's gratitude is hoped to be shown with the results that shareholders will approve.

Ends

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EnviroMission Limited

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