

PILOT PLANT UPDATE

ASX ANNOUNCEMENT

15th September 2015

LWP Technologies Limited (ASX: LWP) (LWP, the Company) would like to provide the following update on progress of its pilot-scale proppant manufacturing plant in Queensland.

As advised on the 27th August the refractory on the Sintering Kiln at the Pilot Plant at Clontarf had failed and that a complete re-line and re-heating of the Sintering Kiln would be necessary before commencement of the final stage of manufacturing proppants at the pilot plant by the end of September.

We can now advise that the re-line of the Sintering Kiln at Clontarf has been completed and following ambient curing of the re-lined Sintering Kiln, re-heating of the Sintering Kiln will commence on Thursday 17th September, these dates are in line with our prior announcement of the 27th August.

LWP will continue to give further updates on the pilot plant as we move towards manufacturing of the proppants during the latter parts of September.

ENDS

For further information please contact:

Siegfried Konig Chairman LWP Technologies Limited Ph: 0411 111 193 E: <u>s.konig@lwptech.com</u>

James Moses Media and investor relations Mandate Corporate Ph: 0420 991 574 E: james@mandatecorporate.com.au Sean Corbin Director/Company Secretary LWP Technologies Limited Ph: 0427 528 618 E: sean.corbin@live.com.au

About LWP Technologies

LWP Technologies Limited is an Australian oil and gas technology company focused on developing a next generation, fly-ash based, proppants for use in hydraulic fracturing (fracking) of oil and gas wells globally. Proppants are the single largest cost item in the fracking process and represent a multi-billion dollar global market annually. Proppants are a sand-like commodity used to 'prop' open fractures in shale rocks which allows oil and gas to flow. LWP Technologies is seeking to commercialise its proppants as a cost effective, superior alternative to bauxite and clay based ceramic proppants, typically used in fracking plant in Queesnland, Australia, and plans to commence production in Q3, 2015. LWP then plans to seek joint venture partners and/or licensing agreements to commercialise its proppant product, and deliver significant returns to shareholders.

About Proppants

Proppants are a sand-like commodity which are a major input and cost item in the hydraulic fracturing (fracking) of oil and gas wells. Proppants are pumped into an oil and gas well under pressure to 'prop' open the tiny fractures created in hydrocarbon-bearing shale rocks during fracking, to allow oil and gas to flow from the ground fractures.

Traditional ceramic proppants are made from clay and/or bauxite. LWP Technologies ceramic proppant is majority manufactured from fly-ash, a by-product of coal fired power stations. The Company is of the view that its unique proppant product has the potential to lead the industry due to;

- the widespread availability of fly-ash;
- the fly-ash proppants' ultra-light weight; and
- its ability to withstand very high pressures in deep wells.

LWP Technologies proppants have been certified to meet or exceed both the American Petroleum Institute standards and the ISO standards.