



25 November 2015

**Company Announcements Office
Australian Securities Exchange**

PACIFIC ENVIRONMENT LIMITED

2015 ANNUAL GENERAL MEETING - CHAIRMAN'S ADDRESS

Please find attached the Chairman's address to be delivered at the Company's Annual General Meeting today.

Yours Faithfully,

Pacific Environment Limited



Adam Gallagher
Director and Company Secretary



Ladies and Gentlemen,

I am very pleased to welcome you to our 2015 Annual General Meeting and my fourth as Chairman. The Company's value has grown in multiples over this time though in many respects we are only at the beginning of our journey.

A year ago we were part way through a pivotal commercialisation of our award-winning technology platform known as EnviroSuite - a suite of software solutions that evolved from a sustained research and development effort to program the intelligence and experience of leading scientific minds in meteorology and air quality. I will return later to the fact that our consultants are a unique factor in our success as a technology provider.

I am very pleased to report that the technology development program we initiated at the beginning of the 2015 financial year was completed on time and on budget to provide the Company with a powerful, world-class, scalable, suite of software modules that address a range of pressing industry needs across a number of sectors including resources, ports, energy, infrastructure and hospitals.

Following the development phase, the distribution of EnviroSuite is accelerating with several international sales to-date, formal collaborative working agreements with key overseas companies, and a building pipeline of new opportunities.

Recently we were awarded first prize in the Australian Technologies Competition ahead of dozens of other compelling technologies. This expert independent third party validation is a testimony to the technical strength and commercial potential of the EnviroSuite platform.

Importantly, what we believed we had last year we can now confirm, which is that EnviroSuite is a world-leading product suite with wide application globally backed by the endorsement of some of the world's largest companies, industry peers and our international collaborating technology partners. Our efforts to understand the fit in overseas markets in Europe, USA and Asia have given us the confidence to apply further resources to maximise our many opportunities and to develop strong sales channels. Our focus is now on accelerating into these identified markets.

Our technology story continues to unfold against the backdrop of the strong and continued performance of the Group. Net profit from continuing operations for the 2015 financial year was \$1.8m, up 42% from the previous year. I again thank and congratulate our people led by our CEO Peter White and his executive team in producing this result in parallel with the technology development program that now puts us in the enviable position of building a global technology business reaching beyond our domestic Environmental sector roots.

Our environmental consultants form a highly competent and experienced group of talented individuals, recognised among the best in their fields. They have worked on some outstanding and interesting projects in the past year in sectors including infrastructure and property, resources and energy, agriculture and government policy. Uniquely for Pacific Environment, our technology development feeds on the in-house expertise of the consulting team, which now takes in a growing range of disciplines to provide expert scientific input and application insights to the technology development team.

DLA Environmental has now been with us for a year and it gives me great pleasure to declare the acquisition a resounding success for both groups. DLA provided a sought after skill-set and client network in contaminated land. Which is complementary to our existing services. This year we have not only maintained DLA's strong presence in the NSW, we have also begun an expansion into Queensland and Victoria. I would like to thank David Lane for his commitment to the combined group and his enthusiasm in continuing the expansion of his business within ours.



We continue to review acquisition prospects that present a strategic fit with our Technology and services through expertise, client networks, IP and geography. We are currently advancing discussions with a number of parties and I look forward to updating the market in the coming months as these opportunities progress.

Finally and most importantly to our shareholders I thank them for their support and participation in the journey as your board and management continue to strive to produce tangible value to sustain the momentum in the Company's valuation.

Murray d'Almeida
Chairman