

AnaeCo Ltd

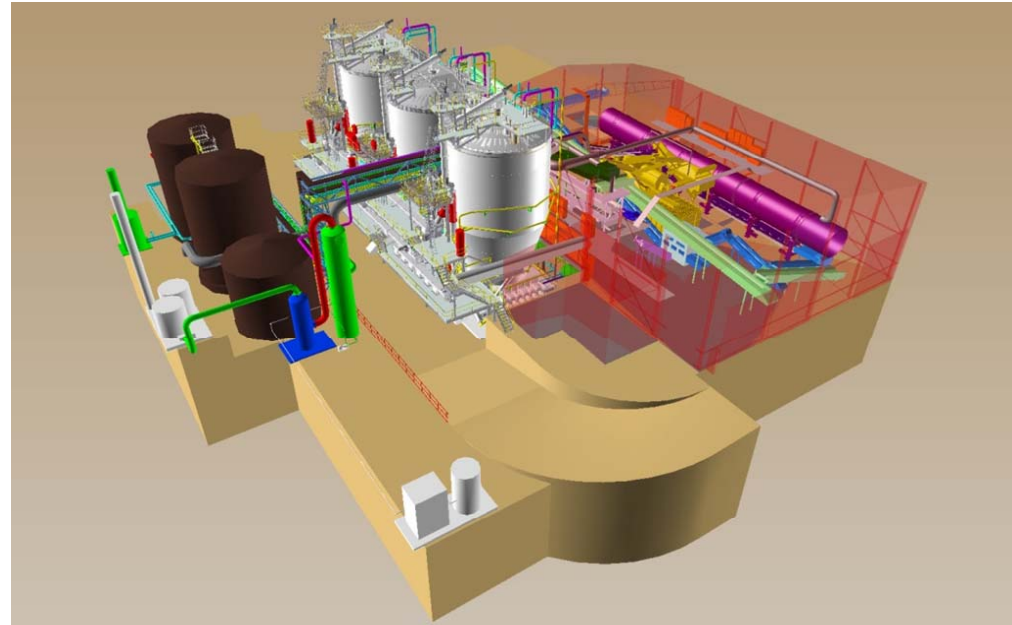
2010 Annual General Meeting



AnaeCo

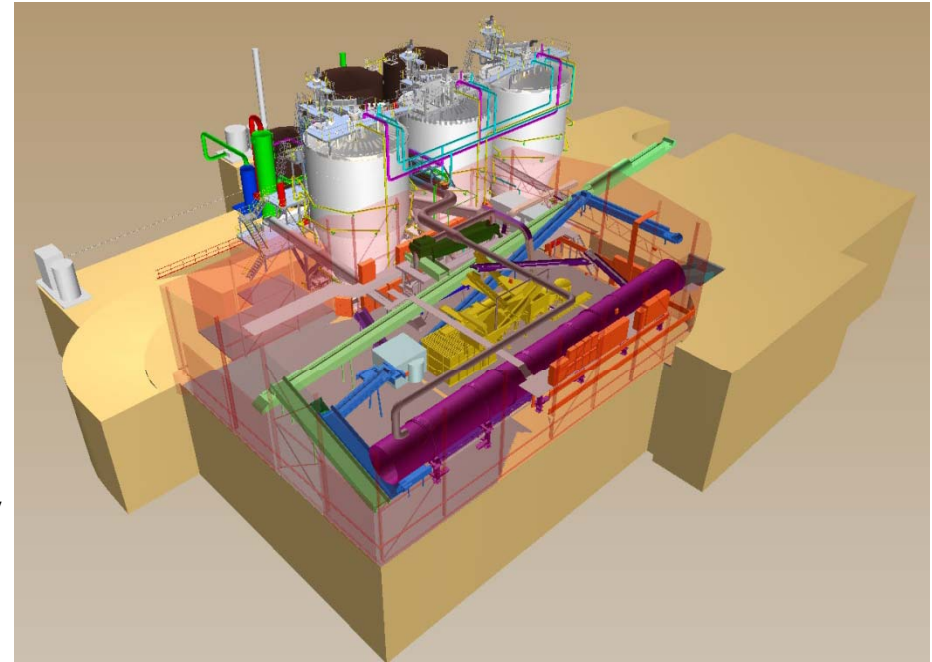
Achievements

- Successful completion of DiCOM Stage 1 testing program
- Completed detailed design of a DiCOM facility incorporating the “lessons learned” from Stage 1 & 20 year life cycle analysis
- Passed due-diligence by Sinclair Knight Merz for Palisade & GHD for the WMRC
- Formed Joint Venture with Monadelphous to construct Stage 2 & future DiCOM facilities
- Secured Palisade Investment Committee approval to fund Stage 2



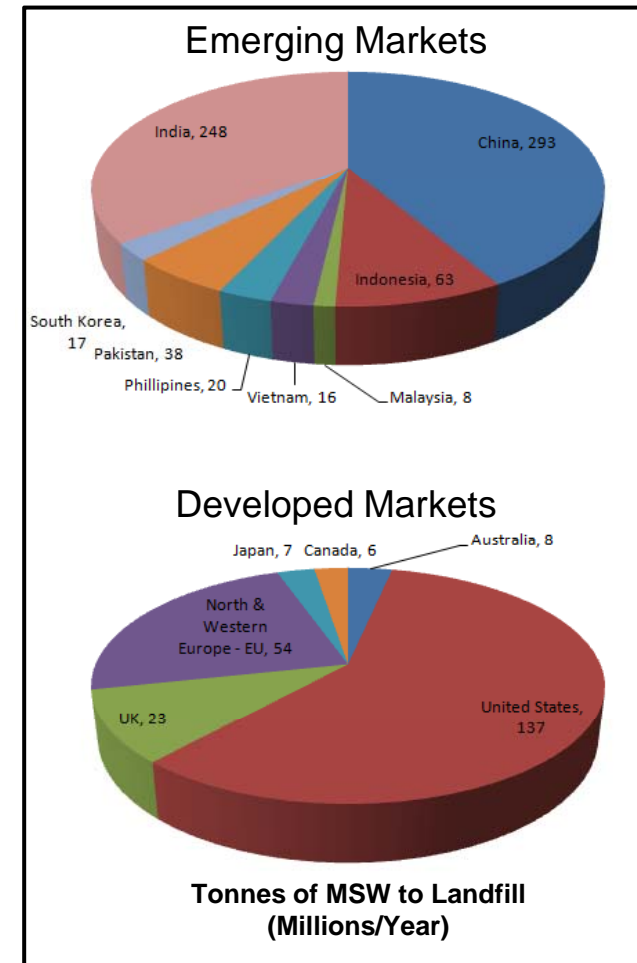
Current Status

- DiCOM System validated through:
 - **Technical** - Independent certification by Sinclair Knight Merz
 - **Environmental** - Issue of environmental approvals for Stage 2 by the Department of Environment & Conservation without formal assessment
 - **Social** - Support from the local community without a single protest being lodged against the Stage 2 development during extensive community consultation
 - **Commercial** - Palisade Stage 2 commitment to invest
- Key facility funding & construction partners secured
- Business Plan & Corporate Strategy developed & ready for implementation



Opportunity

- A share of \$100 billion in annual waste disposal revenues
- Global trend away from landfill to alternative solutions driven by:
 - Reduction in available landfill space
 - Urbanization
 - Growth in living standards in developing countries
 - Greater awareness in the environment & resource conservation
- AnaeCo is well placed to position DiCOM as a world leading biological waste treatment technology

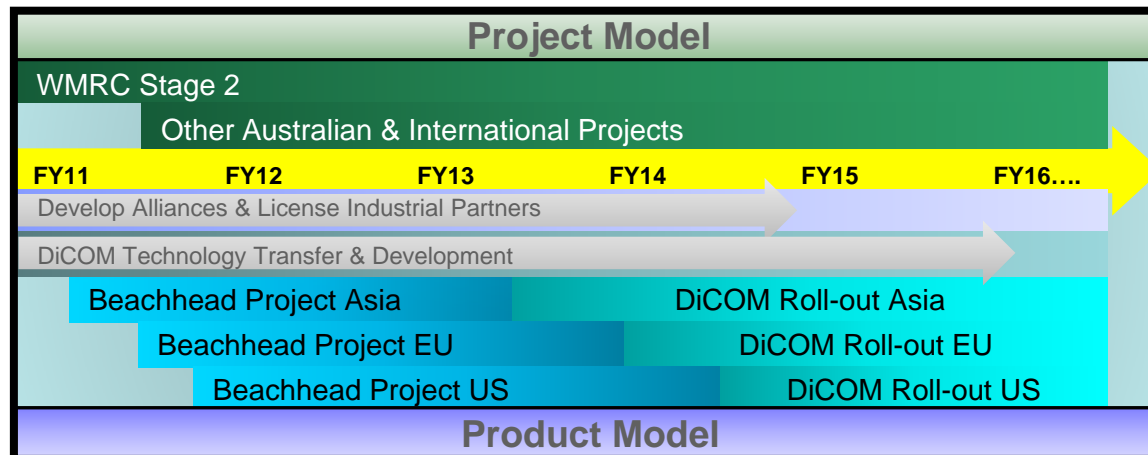


Platform for Growth

- Highly capable technical & project delivery team with world class waste management, engineering & scientific capabilities
- Key relationships established to enhance project success for potential customers through ability to fund projects & deliver turn-key DiCOM facilities
- Strong IP position
 - DiCOM patented in Australia, US, China & Canada granted & pending in the EU & Japan
 - Proprietary DiCOM software incorporating an automated process control system
 - Detailed design & specification for commercial scale DiCOM facilities verified through Stage 1 performance trials

Critical Success Factor #1 – Investing in Growth

- Implement the Business Plan with a focused investment in:
 - Restructuring to shift focus internally from technology development to commercial roll-out
 - Creating management systems to implement the Project & Product business models
- By implementing the Business Plan position AnaeCo to generate sustainable revenues within 1 to 2 years

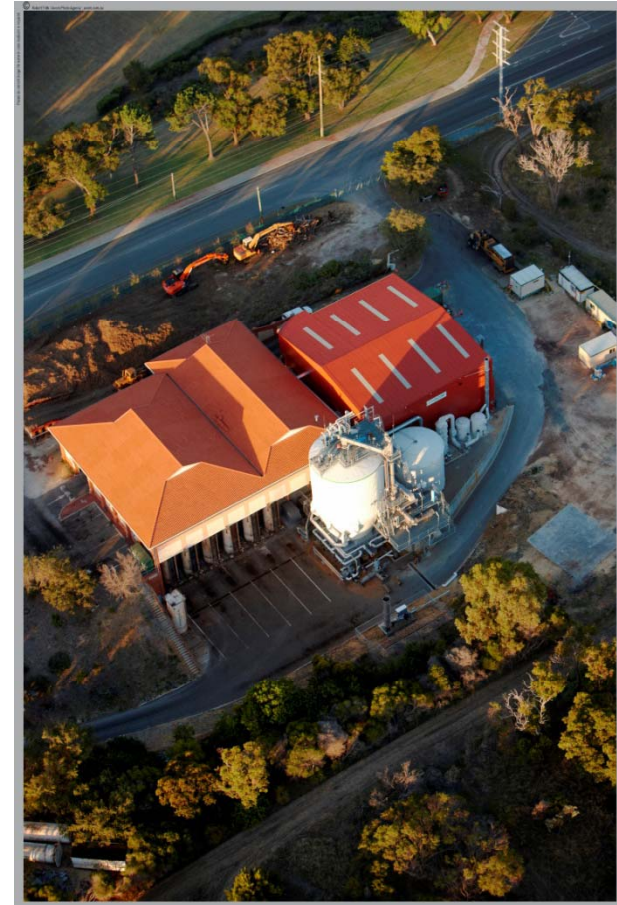


Critical Success Factor #2 – Securing Capital

- Create a solid financial foundation in order to:
 - Implement the Business Plan
 - Provide our partners with the confidence that AnaeCo is, & will remain in a strong financial position to support its obligations & commitments during project delivery
 - Provide potential customers with confidence that AnaeCo is, & will remain in a strong financial position to be able to provide ongoing technical support to the DiCOM System

Critical Success Factor #3 – WMRC Project Stage 2

- As the first commercial facility utilising the DiCOM System the successful delivery of this project by AnaeCo is vital as it relates to a number of key firsts, including:
 - First commercial hybrid single vessel Anaerobic/Aerobic biological waste treatment facility deployed in an urban environment in the world
 - First commercial customer. The WMRC is potentially the DiCOM System's best exponent to the Local Government sector
 - First project developed under the AnaeCo/Monadelphous /Palisade consortium



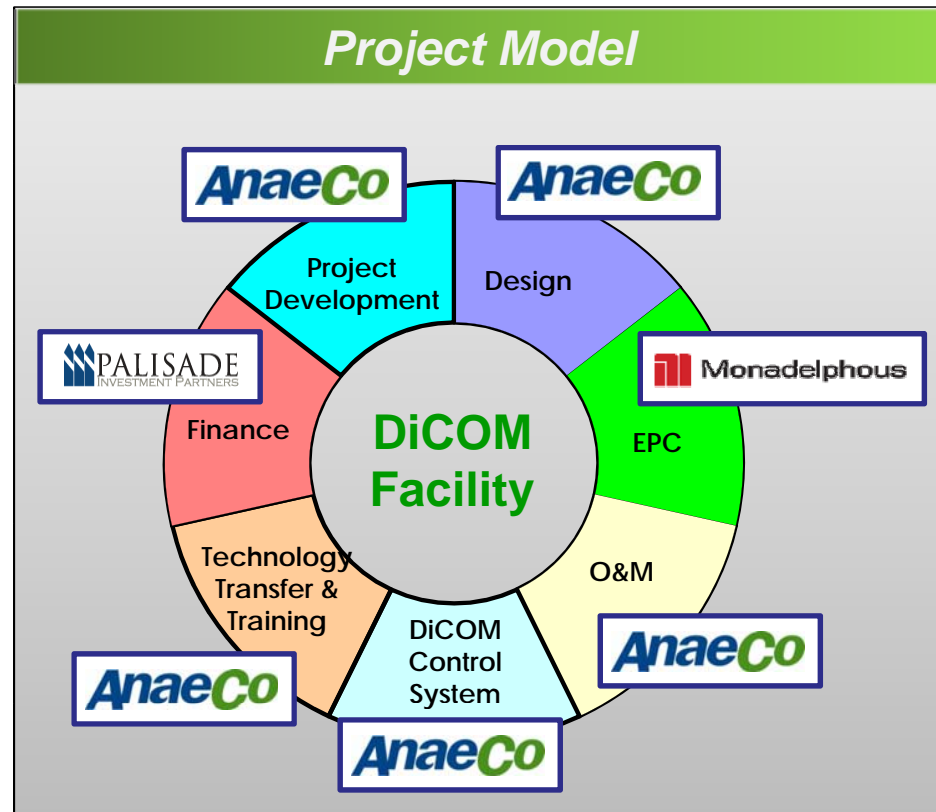
Critical Success Factor #4 – Leveraging Core Capabilities

- Leverage the strong position of the DiCOM IP & the core technical competency of the AnaeCo team to deliver DiCOM to a global waste market
 - DiCOM has passed exhaustive 3rd party verification
 - AnaeCo’s development team has demonstrated unique capabilities during extensive independent technical, environmental & commercial review processes
- AnaeCo will market this core capability as part of a Global “Product” Business Model focused on securing customers and partners with global reach and complimentary assets to accelerate DiCOM market penetration



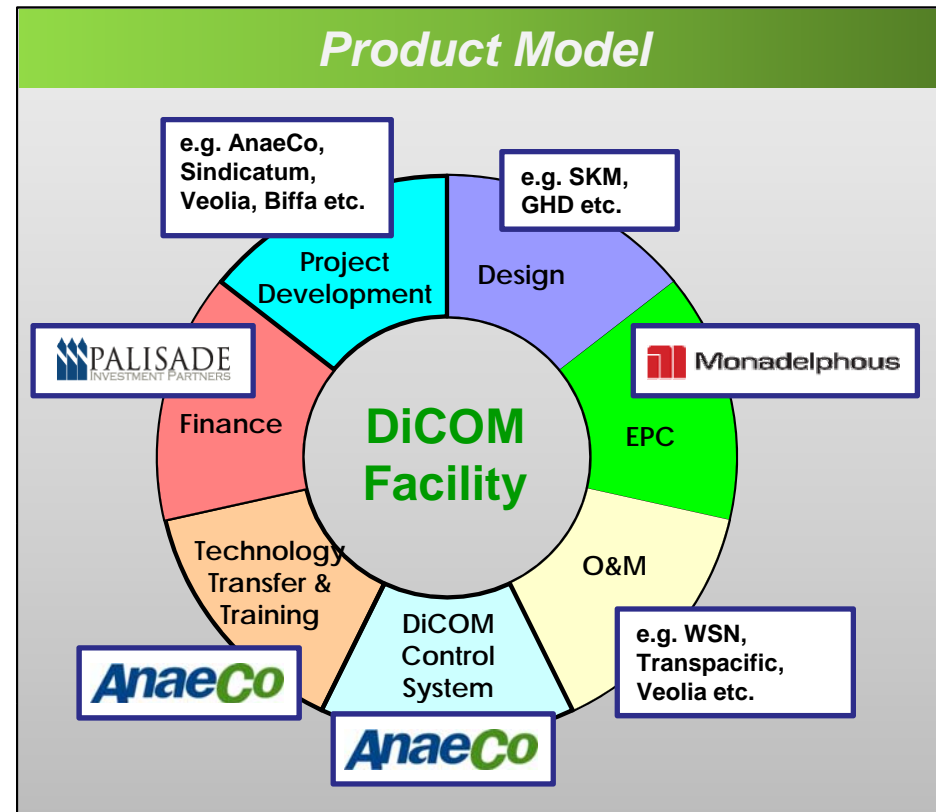
Critical Success Factor #5 – Leveraging Key Relationships

- Work in close partnership with Palisade & Monadelphous to create a strong technical, funding, construction & operation consortium
- Convert the technical, environmental, social & commercial benefits of the DiCOM System to successful projects in Australia & overseas



Critical Success Factor #6 – Becoming an Industry Standard

- Position DiCOM to be an industry standard in biological waste treatment by implementing the Product Model:
 - Licensing global partners
 - Leveraging our competitive advantages:
 - Low cost local fabrication & construction
 - Revenue generation from high quality organic fertilizer & clean energy
 - Integration into dense urban settings
 - Establish reference facilities in key emerging & developed markets



Conclusion

- AnaeCo is extremely well positioned technically & commercially with the DiCOM System
- A robust & achievable Business Plan has been developed
- A large addressable market with significant upside potential exists
- Financial strength & availability of funding needs to be addressed quickly & efficiently
- Company needs to restructure & grow to meet new opportunities & challenges as it implements its Business Plan
- AnaeCo needs to convert its \$40m investment in DiCOM into a sustainable business with revenues within the next 1 to 2 years