



Eneabba Gas Limited

ABN 69 107 385 884

**Media Release
12 February 2010**

Eneabba has applied for Global Carbon Capture and Storage Institute project funding and support and key Mid West energy project remains on track

Key points:

- **Eneabba has made its application to Global Carbon Capture and Storage Institute,**
- **If approved, Institute will provide project funding and associated support,**
- **Company continues its focus on converting the coal in its Mid West tenements into UCG Syngas fuel while capturing the resultant CO₂ through geo-sequestration, and**
- **Centauri 1 Power Station committed to becoming a ‘carbon neutral’ site.**

Australian energy company Eneabba Gas Limited (**ASX: ENB**) (“EGL” or “the Company”) has applied for Global CCS Institute (the “Institute”) Project Funding and Support. A May 2010 decision deadline for initial successful applicants is expected, but the Institute is expected to clarify its position in 4-8 weeks time. The Institute was created by the Australian Government in 2009 to accelerate the deployment of large-scale CCS projects. It expects to directly fund suitable projects to assist them through the critical stages of project development to operation. Support will be allocated to projects on an ongoing basis, and for single or multiple years depending on the project.

The Company’s strategic position is to convert the coal in its highly prospective tenement package in the Mid West Region of Western Australia into UCG Syngas for fuel. While UCG is the gasification of burning coal underground, it is the Company’s intention to capture the resultant CO₂ (geo-sequestration), which may potentially be injected into an existing geological formation. This process will significantly reduce the total carbon footprint of the project, farming of land will remain relatively uninterrupted and water resources will be preserved. In other words, energy in the coal is extracted without the environmental impacts associated with traditional coal-mining.

The Company is also registered with The Australian National Registry of Emissions Unit (“ANREU”) as an Authorised Company for trading, in due course, under the proposed CPRS and in the international carbon market. The Company has also been a Greenhouse Challenge Plus Member, which means that, in addition to the strong technical and economic credentials of Centauri 1, the Company has also focussed on ensuring Centauri 1 will be a ‘carbon neutral’ site. This is demonstrated, through the conservation of some 3,000 acres of remnant bush, which has been confirmed by the Greenhouse Office to offset some 30.5 MW equivalents of carbon credits.

For further information please contact:

Mark Babidge
CEO & Managing Director
Eneabba Gas Limited

David Tasker
Professional Public Relations
T: 08 9388 0944/0433 112 936
E: david.tasker@ppr.com.au

Website: www.eneabbagas.com.au

About Eneabba Gas Limited

Eneabba Gas is focused on the development of its 168MW gas-fired Centauri 1 Power Station on Company-owned land near Dongara in the Mid West of Western Australia. Eneabba Gas proposes to market power from Centauri 1 to the fast growing Mid West region of Western Australia.