



8th June 2010

**THE MANAGER
COMPANY ANNOUNCEMENTS OFFICE
ASX LIMITED**

Dear Sir/Madam

SIGNIFICANT PROGRESS ON RAIN FOREST CREDITS VALIDATION

Highlights:

- **Significant advances made on methodology validation for rain forest projects**
- **Second validation to commence**
- **Upon completion of second validation, sales of carbon credits to commence**

m2m Corporation Limited (ASX: MCL) is pleased to announce that the first validation of the methodology based on preventing rain forest logging in Papua New Guinea has made significant progress during the past two weeks.

The first validation is a key milestone in the process of having carbon credits issued under the Voluntary Carbon Standard (VCS) double approval mechanism.

The next step is the double approval of the methodology under VCS guidelines. This involves the second validation to be undertaken by contractors Det Norske Veritas (DNV). DNV are global leaders in the validation and verification of greenhouse gas emission reduction projects and was the second validator on the Ecotrust methodology validation.

The second validation is expected to be completed prior to 30 June 2010.

This approval process, when completed, will be the culmination of six months of development and funding by m2m working with Green Collar and the project developer.

The finalisation of the VCS approval for the methodology process will enable sales and m2m's carbon trading revenue stream to commence.

The approved methodology will be the platform that can be applied to each of the projects in the pipeline of rain forest projects.

The first two projects, on which the majority of the work has been completed, are expected to produce in excess of 25 million credits. The next fifteen or so projects in the pipeline, when progressed, are expected to produce in excess of 50 million credits per annum.

m2m advises that its revenue and EBIT will be in line with previously announced figures for the first nine months following the approval of the methodology.

m2m continues to work on other carbon projects in Asia/China and preliminary due diligence has shown that at least three Clean Development Mechanism projects have the strong potential of producing in excess of 400,000 Certified Emission Reduction Units (CER's) per annum. These projects, at the current pricing of around 12 Euro per CER, have the potential to provide annual revenues of a further AUD1,000,000 to m2m.

Ecotrust Methodology double validated

Ecotrust, a **US based agricultural, forestry project developer**, has announced that their Improved Forestry Management (IFM) methodology has been double validated under the VCS system.

The VCS CEO, Mr David Antonioli, commented that

“This is a tremendous milestone, and a huge boon for the forestry sector and for the VCS. Ecotrust has demonstrated that the VCS double approval process is a workable framework that ensures rigor and allows for innovation. As more methodologies go through the double approval process, we’ll soon be seeing a lot of new projects and voluntary offset credits being issued, particularly in the forestry sector, and that is incredibly exciting”. (extract from Ecotrust’s announcement of 20 May 2010 - a full copy is on the m2m website).

The approval of the Ecotrust methodology and the comments made by the CEO of the VCS above should provide m2m shareholders with considerable assurance that m2m has the potential to create commercial value from the projects.

Yours faithfully
m2m Corporation Limited



per Mourice Garbutt
Company Secretary
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About m2m Corporation Limited

Joint Project Development Business

m2m Corporation Limited ("m2m") (ASX: "MCL") via its 100% owned subsidiary m2m Ventures Pty Ltd ("m2v") has agreed to provide a project facility and development assistance to a project developer operating in the South Pacific region and Asia.

The developer's projects cover a range of industries, technologies and countries. The initial focus is on projects for the development of forestry carbon credits from rainforests in PNG, with forecast project lives well in excess of 20 years.

The first of these projects is expected to be completed by Quarter 3 2010 and, based on current pricing for the project rights, giving m2v an annual income stream of approx \$0.8 million. The annual income stream will be approved for five years, with further extension subject to on-going compliance. Initial sales will also repay all funds advanced. The parties expect to apply these repayments, through the revolving facility, to additional projects which will be concluded progressively every 60-90 days, building a book of projects with a forecast annual yield in excess of \$4 million by December 2010 and enabling the m2m group to achieve profitability.

m2m has been working in Asia/China building a pipeline of CDM and VER projects in conjunction with its partners in this area. m2m will continue to build a pipeline of Carbon credit projects in Asia and other areas.

m2m Corporation Limited (ASX: MCL) ("m2m" or "the Company") is an ASX-listed investment company. The Company has active investments in Telecommunications and Broadband Telephony, Online Portal and Software Development and Digital Video.

A significant investment is "Bluefish" which is the professional's choice, market leader in the development and supply of high definition and standard definition video cards to film and broadcasting specialists worldwide. Its cutting edge products are highly regarded in the industry and are used by major film studios and broadcasters like Sony PCL and Channel 7.

For further information on the Company's carbon trading, VoIP Vietnam and Bluefish businesses visit the website at: www.m2mcorp.com.au and follow the links to "Investments".