

ASX

Announcement

4 January 2011

EXERCISE OF OPTIONS BY DIRECTOR

Wasabi Energy Limited (ASX:WAS, AIM:WAS) is pleased to note the exercise of 66,920,722 options by the Executive Chairman and his related parties.

In notifying the exercise to the Company, Mr John Byrne, Executive Chairman of Wasabi commented, "The decision to exercise the options early reflects my confidence in the progress the Company is making on all of its three main investments. We expect significant short term rewards from the Aqua Guardian and Australian Renewable Fuels investments which are carried in our accounts at written down values. At the same time the board is confident that the commercialization of the unique Kalina technology will make rapid progress in 2011."

Please find attached Appendix 3Y in relation to the holding of Mr John Byrne.

For further information please contact:

Mr. John Byrne

Executive Chairman

(03) 9663 7132



About Wasabi Energy

Wasabi Energy Limited is an Australian Securities Exchange listed public company (ASX: WAS) that holds strategic investments in companies and projects it believes can provide solutions to the world's energy and environmental challenges. Wasabi Energy is actively involved in the management of the respective investee companies and assists in the achievement of critical business milestones, financing growth and ultimately the delivery of results that matter.

Wasabi Energy has recently focused its portfolio of investments into three core business streams, renewable power, sustainable water and renewable biofuels. Each of these core business streams is represented by a strategic corporate investment by Wasabi Energy (Global Geothermal Limited, Aqua Guardian Group and Australian Renewable Fuels, respectively) and has been strategically selected to provide solutions for the key sustainability challenges facing the world.

Wasabi Energy Limited owns 50% of Aqua Guardian Group.

Additional information:

www.wasabienergy.com

Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity WASABI ENERGY LIMITED
ABN 24 000 090 997

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	John Byrne
Date of last notice	2 July 2010

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	Direct and Indirect
Nature of indirect interest (including registered holder) Note: Provide details of the circumstances giving rise to the relevant interest.	John Byrne Private Pension Fund – Beneficiary Camtan Pty Limited – Beneficial owner Twenty Second Yeneb Pty Limited – Beneficial owner Mining and Rural Investments Limited – Director and shareholder
Date of change	31 December 2010
No. of securities held prior to change	John Byrne 20,000,000 options at 1.6 cents John Byrne Private Pension Fund 48,595,794 Ordinary shares 29,500,000 Options at 1 cent Twenty-Second Yeneb Pty Limited 8,004,075 Ordinary shares Camtan Pty Limited 2,265,965 Ordinary shares 750,000 Options at 1 cent Mining and Rural Investments Limited 87,998,397 Ordinary shares 57,670,722 Options at 1 cent
Class	Ordinary Shares Unlisted Options

+ See chapter 19 for defined terms.

Appendix 3Y

Change of Director's Interest Notice

Number acquired	66,920,722 Ordinary Shares
Number disposed	66,920,722 exercise of unlisted options
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	\$669,207.22
No. of securities held after change	<p>John Byrne 20,000,000 options at 1.6 cents</p> <p>John Byrne Private Pension Fund 78,095,794 Ordinary shares</p> <p>Twenty-Second Yeneb Pty Limited 8,004,075 Ordinary shares</p> <p>Camtan Pty Limited 3,015,965 Ordinary shares</p> <p>Mining and Rural Investments Limited 124,669,119 Ordinary shares 21,000,000 Options at 1 cent</p>
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	Conversion of unlisted options to Ordinary shares.

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	
Nature of interest	
Name of registered holder (if issued securities)	
Date of change	
No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed	
Interest acquired	
Interest disposed	
Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation	
Interest after change	

+ See chapter 19 for defined terms.