

ASX

Announcement

31 July 2012

Appendix 4C

Please find attached the Wasabi Energy (ASX: WAS, AIM: WAS, OTCQX: WSBLY) Appendix 4C cash flow statement.

Wasabi Energy completed a placement to raise \$5,100,000 (£3,300,000) as announced on 27 June 2012 with the proceeds remitted to the Company on 2 July 2012 (the “Placing”).

In addition to the Placing, the Company is currently undertaking a non-renounceable rights issue to raise approximately \$4,700,000 (£3,030,000) for which the closing date is 5pm on 9 August 2012 (the “Rights Issue”). The Chairman, John Byrne (and his associates) are underwriting \$2,500,000 of the Rights Issue, (comprising an underwriting of \$2,130,000 and the take up in full of his entitlement of \$370,000) and \$100,000 is underwritten by Robert Vallender, a Director of the Company.

For further information, please contact:
Wasabi Energy Limited

John Byrne, Executive Chairman +61 (0)3 9663 7132

Diane Bettess, COO

**Cenkos Securities – London Financial Advisor, Broker
& NOMAD**

Ivonne Cantu +44 (0)207 397 8900

Beth McKiernan +44 (0)131 220 9778

Newgate Threadneedle – UK Media Enquiries

Josh Royston +44 (0)207 653 9850

Hilary Millar



About Wasabi Energy

Wasabi Energy Limited is listed on both the Australian Securities Exchange (ASX: *WAS*) and the AIM market in London (AIM: *WAS*) as well as American Depositary Receipts trading on OTCQX Market (OTCQX: *WSBLY*). Wasabi Energy is an emerging power producer that also invests in sustainable technologies. Its power business is based on the proprietary Kalina Cycle® power generation technology which utilises low grade, waste heat from industrial facilities or geothermal sources to produce electricity. In a typical industrial application of the Kalina Cycle® technology can increase energy efficiency in an industrial plant by up to 20%. Through its strategic investments Wasabi Energy owns a 79.2% interest in Aqua Guardian Group, the developer of the AquaArmour™ a water management, conservation and algal control product. Aqua Guardian Group also has a 22.7% interest in the air, water and minerals ASX listed company CleanTeq (ASX: *CLQ*). Wasabi Energy also owns a 12.2% interest in Australian Renewable Fuels, a separately ASX listed company (ASX: *ARW*) which produces liquid biofuels from a variety of non-food grade feedstocks.

Additional information:

www.wasabienergy.com

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

WASABI ENERGY LIMITED

ABN

24 000 090 997

Quarter ended ("current quarter")

30 June 2012

Consolidated statement of cash flows

		Current quarter	Year to date (12 months)
		\$A'000	\$A'000
Cash flows related to operating activities			
1.1	Receipts from customers	341	3858
1.2	Payments for (a) staff costs	(1328)	(3757)
	(b) advertising and marketing	-	-
	(c) research and development	-	-
	(d) leased assets	-	-
	(e) other working capital	(1018)	(7396)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	4	335
1.5	Interest and other costs of finance paid	(5)	(19)
1.6	Income taxes paid	-	-
1.7	Other (R&D Tax rebate)	-	350
Net operating cash flows		(2006)	(6929)

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

	Current quarter \$A'000	Year to date (12 months) \$A'000
1.8 Net operating cash flows (carried forward)	(2006)	(6929)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	(555)	(784)
(c) Project Development	(635)	(917)
(d) physical non-current assets	(113)	(238)
(e) other non-current assets	-	-
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	4	778
(c) intellectual property	-	-
(d) physical non-current assets	-	2
(e) other non-current assets	-	-
1.11 Loans to other entities	(18)	(1957)
1.12 Loans repaid by other entities	78	104
1.13 Other (Provide details if material)	17	17
Net investing cash flows	(1222)	(2995)
1.14 Total operating and investing cash flows	(3228)	(9924)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	-	2078
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	2566	2976
1.18 Repayment of borrowings	(71)	(519)
1.19 Dividends paid	-	-
1.20 Other (adjustment for acquisition of subsidiary)	(9)	27
Net financing cash flows	2486	4562
Net increase (decrease) in cash held	(742)	(5362)
1.21 Cash at beginning of quarter/year to date	800	5223
1.22 Exchange rate adjustments to item 1.20	14	211
1.23 Cash at end of quarter	72*	72*

***On 2 July 2012 the Company received net proceeds of \$4,695,349 from its placing to UK institutional investors.**

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	86
1.25	Aggregate amount of loans to the parties included in item 1.11	-
1.26	Explanation necessary for an understanding of the transactions 1.24 Directors' consulting and salaries paid on normal commercial terms.	

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

On 17 May 2012 Wasabi issued 50m ordinary shares to Exergy Inc to purchase the 317,435 GGL shares held by Exergy.

- 2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

None

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	3000	2900
3.2 Credit standby arrangements	-	-

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Appendix 4C
Quarterly report for entities
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Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter \$A'000	Previous quarter \$A'000
4.1	Cash on hand and at bank	72*	435
4.2	Deposits at call	-	365
4.3	Bank overdraft	-	-
4.4	Other	-	-
Total: cash at end of quarter (item 1.23)		72*	800

*On 2 July 2012 the Company received net proceeds of \$4,695,349 from its placing to UK institutional investors.

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1	Name of entity	-
5.2	Place of incorporation or registration	-
5.3	Consideration for acquisition or disposal	-
5.4	Total net assets	-
5.5	Nature of business	-

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: 
 Company Secretary

Date: 31 July 2012

Print name: Alwyn Davey

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Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a) - policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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