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Commercialisation of DiCOM™ in China

AnaeCo announces it has signed a Memorandum of Understanding (“MoU”) with Dynagreen Environmental Protection Group Co., Ltd. (“Dynagreen”) a subsidiary of Beijing State-Owned Assets Management Co., LTD (BSAM) with the intention of forming a collaborative relationship for the commercial exploitation of AnaeCo’s DiCOM™ technology in China and overseas.

AnaeCo, BSAM and Dynagreen will work towards creating a framework for potential future commercial operations, initially in China and later overseas. The commercial framework will include terms upon which AnaeCo shall provide technology transfer and licensing rights to exploit the DiCOM™ technology, and terms upon which Dynagreen will roll out the network and capabilities of DiCOM™ across China.

Commenting on the MoU, AnaeCo Managing Director and CEO Patrick Kedemos said, “I am very pleased to have signed this MoU with Dynagreen Environmental Protection Group Co., Ltd. whose capabilities and resources make them an ideal partner for the commercial roll-out of DiCOM in China. The DiCOM technology offers compelling advantages as a waste management solution to many of China’s large and growing urban cities, where the smaller footprint and environmentally benign nature of the DiCOM process will enable the DiCOM plants to be located in the cities’ light industrial areas; in addition the renewable energy generated from the biogas produced by DiCOM, and the organic fertiliser the DiCOM plant produces will make a great contribution to Chinese Municipalities striving to meet the environmental targets laid down by the Central Government.”

Somerley Limited a Hong Kong based specialist Corporate Finance Advisory Company with offices in Shanghai and Beijing is the financial adviser of AnaeCo providing consultation and advisory services to the company in respect of the matter.

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For further information, please contact:

Patrick Kedemos, Managing Director and CEO

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About Beijing State-Owned Assets Management Co., Ltd and Dynagreen

Beijing State-Owned Assets Management Co., Ltd is a large state-owned investment company authorized by the Beijing municipal government to engage in capital operations. As of the end of 2011 BSAM owned assets totaling RMB 55.2 Billion and had net assets of RMB 17.6 Billion. BSAM focuses its business operations in four major sectors: financial services, technology and modern manufacturing, urban functional area development and new energy, and the cultural and creative industry including sports and social causes. In April 2001 BSAM was officially transformed by the Beijing municipal government into a State wholly-owned company and mandated to operate and manage important State-owned assets in Beijing. Since then BSAM has gradually changed from an asset management company tasked with undertaking government tasks to a large-sized State-owned investment holding company with market functions.

Dynagreen, a majority owned subsidiary of Beijing State-owned Assets Management Co. Ltd, is a conglomerate engaged in the recycling economy and renewable energy industries with a registered capital of 700 million Yuan. Its scope of business covers investment and construction, operation and management, technology R & D, supply of core auxiliary equipment and consulting services in relation to urban household garbage and medical waste disposal projects, offering overall solutions to urban garbage disposal. Dynagreen is a “state-level” high-tech company, a corporate technology center and one of Shenzhen’s top 50 technology companies recognized by Shenzhen Municipal Government, as well as one of the key Chinese environmental protection companies and top 10 garbage disposal brand enterprises. Dynagreen has participated in the formulation of various national and industrial standards.

For further information go to www.bsam.com.cn

About AnaeCo

AnaeCo delivers Alternative Waste Technology (AWT) facilities based on the patented DiCOM™ bioconversion process. The system incorporates advanced sorting, recycling, anaerobic digestion and aerobic composting to recycle municipal solid waste (MSW) into renewable energy from biogas, agricultural grade compost and recyclables such as steel, aluminum, glass and plastics, thus ensuring maximum diversion from landfill and ensuring social, economic and environmentally sustainable management of MSW.

The DiCOM™ process enables resource recovery intervention closer to source, with enhancement of existing waste transfer stations now a viable waste management option. AnaeCo’s experienced team provides design, construction, commissioning, operation and maintenance services for DiCOM™ AWT facilities, as well as management of all outputs including renewable energy, compost, recyclable materials and non-recyclable residuals.

For further information go to www.anaeco.com