

Emefcy Group Ltd (ASX: EMC) Announces Early Achievement Of Key Commercial Milestone

Melbourne, Australia and Caesarea, Israel, March 29, 2016

Emefcy is pleased to announce the initial shipment of SABRE modules to its first commercial municipal wastewater treatment plant thereby achieving the first commercial goal three months ahead of schedule. The plant is expected to be commissioned by the end of Q2 calendar 2016. Once operational, the plant at Ha-Yogev Israel will provide important commercial validation of Emefcy's SABRE solution at a municipality which will use the treated water for irrigation, providing a reference site for municipal, agricultural and water reuse customers.

"We are proud to ship production units from our factory to our first commercial customer," said Emefcy CEO Eytan Levy. "All 18 SABRE modules required for the plant have been manufactured and our production line is ready to support the manufacture of thousands of similar modules per year."



Completed modules ready for shipment



*Modules installed onsite at Ha-Yogev municipal
wastewater treatment plant*

"We expect this first commercial plant to prove to prospective customers and partners that Emefcy's technology is ready to change the world of wastewater treatment," said Richard Irving, Executive Chairman. "This is another important step in our journey, to be followed by international deployments, sales of water instead of product, and our entry into the China market."

This shipment satisfies the first milestone for the issue of Deferred Consideration Shares as defined in the Replacement Prospectus dated October 23 2015.



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About Emefcy Group Limited (EMC)

Emefcy offers a commercially-proven wastewater treatment solution disrupting large existing markets and addressing the growing global need for clean water. Its initial technology, SABRE – The Spiral Aerobic Biofilm Reactor is a modular decentralised wastewater treatment solution using 90% less energy than conventional technology. Future generation SABRE2 and SUBRE are higher capacity solutions being developed for broader markets. Emefcy's future technology under development, EBR - The Electrogenic Bioreactor will harvest electricity from highly-loaded industrial wastewater that is typically very costly to treat. The energy's value has the potential to completely offset other treatment operating costs.

Any forward-looking statements in this announcement are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, its directors and management.