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COMPANY ANNOUNCEMENTS DIVISION
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COMPANY ANNOUNCEMENT

LANDMARK AGREEMENT BOOSTS GLOBAL SOLAR TOWER PROSPECTS

EnviroMission Limited (EnviroMission) has successfully negotiated a landmark agreement with international investors that has secured A\$1,500,000 towards the ongoing development of Solar Tower power station technology. This substantial investment will provide the necessary working capital (funding) to progress the Australian development of Solar Tower technology.

The investor, Sunshine Energy (Aust) Pty Ltd (Sunshine Energy), represents interests of investors from China who have intentions to develop the technology in China. Sunshine Energy's investment will equate to approximately 15% of the expanded issued capital of EnviroMission and will be subject to shareholder approval. An Extraordinary General Meeting is planned for December.

Sunshine Energy will also make a further investment of US\$1,000,000 in SolarMission Technologies Inc (SolarMission), EnviroMission's major shareholder and holder of the licence for Solar Tower technology in China and other international markets including the United States. The US\$1,000,000 investment will equate to 5% of the expanded issued capital of SolarMission.

It has also been agreed that a purpose formed Australian company will be established to develop Solar Tower technology in China, with investors from China owning 75% of the issued capital and the balance of 25% owned by SolarMission. An initial investment of US\$8,000,000 by investors from China will represent the consideration for the 75% holding in the purpose formed company; with the granting of the exclusive licence to build, own and operate Solar Tower power stations in China equating to the 25% holding by SolarMission. This holding shall be non-diluting and free carried in perpetuity.

The three key investment elements of this outstanding agreement, outlined in this announcement concludes an extensive period of negotiation and due diligence that has been underpinned by the positive progress EnviroMission has made towards commercialization of Solar Tower technology in Australia.

Interest from China was ignited in the technology due to the growing exposure of the project in industry, government and media contexts. Factors like the Federal Government's assignment of Major Project Facilitation status to the Australian development with the reach of interest the project is commanding internationally were seen as symbolic of potential success prior to international development.

Development of Solar Tower power station technology in China will realise China's ambitions for an innovative renewable energy power facility that will deliver icon status from engineering and renewable energy firsts. As one of the most populated nations, China is experiencing outstanding growth and development that requires parallels in energy generation capability. Solar Tower development in China will offer an innovative renewable energy solution into that country's energy mix.

The value added to the technology as a result of EnviroMission's direct and facilitated achievements throughout research and development will be protected and managed through a Global Intellectual Property company (as announced 10 September, 2003) to ensure ongoing shareholder and project value. EnviroMission's shareholders will also benefit from the additional revenue stream from the exportation of the technology to international markets such as China.

EnviroMission Chief Executive, Roger Davey, enthusiastically commends the agreement emphasising "the sun may rise in the East and set in the West but the partnering of East and West commitment to Solar Tower development now gives rise to a force unlikely to cast shadows of cynicism or doubt where ever the technology may face the sun."

Mr Davey believed the first project would always have the steepest learning curve and capital cost "although learning curves also come with their rewards" said Mr Davey.

"The work undertaken by EnviroMission and its partners has added value to the technology it owns under licence and has ensured this value can withstand rigorous scrutiny and due diligence of an order that has now attracted significant confidence and investment to drive development in Australia and beyond.

"There are still important commercial issues to be resolved," Mr Davey stressed, "internationalization of the technology will strengthen EnviroMission's project viability and will introduce economies of scale critical to the decision making process."

Sunshine Energy will be invited to take-up a non-executive Board position with EnviroMission and SolarMission and will have an active involvement in the domestic and international commercialisation of the technology.

This landmark agreement will provide EnviroMission with vital working capital and will set in place the framework for EnviroMission to commercially benefit from development outside Australia.

Ends.

Ian Riley
Company Secretary
Chief Financial Officer