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TRADING HALT CLARIFICATION

EnviroMission Limited requested a trading halt of EnviroMission shares (ASX code: EVM; US OTC code: EVOMY) on Wednesday, 25 October, in order to address any perceived confusion that may have resulted from a similarly described solar energy project being named in a Federal/State funding decision announced on Wednesday, 25 October.

A marked change in the daily price and volume of EnviroMission's securities traded, correlated with the timing of the funding announcement that was unrelated to EnviroMission Limited.

A solar project proposal, also slated for development in the Sunraysia district (Victoria), was declared a recipient of the Low Emission's Technology Demonstration Fund (LETDF), of which EnviroMission was also an approved applicant.

It has been a matter of public record - through company announcements, community consultations and media - that EnviroMission was an applicant to the LETDF scheme and any confusion arising between EnviroMission's Solar Tower project and the developer of the successful photovoltaic proposal required EnviroMission's immediate action for clarification.

EnviroMission's 50MW Solar Tower proposal for the Sunraysia region at Tapio Station in South West NSW has a proposed capacity to power approximately 100,000 households. This funding outcome will now also form the basis of EnviroMission seeking detailed rationale from the government regarding its decision to fund a proposal that has been announced to have a less commercial case with the capacity to power only 45,000 households at a higher capital cost compared to EnviroMission's application.

The development pathway was aimed to bring the most commercial and efficient renewable technology proposal to the Australian energy market and this included EnviroMission's decision to tailor the technology to meet the requirements outlined in the LETDF criteria, in order to access the first round funding opportunity for renewable energy development.

EnviroMission's application to the LETDF scheme provided an opportunity to demonstrate newfound scalability that integrated locally developed Intellectual Property to enhance the original concept - this work, undertaken with our project collaborator, Boulderstone Hornibrook, was not undertaken solely on the basis of competing for a single funding decision - it informs a total and longer-term development strategy for successful commercialisation for increased adaptability of the technology.

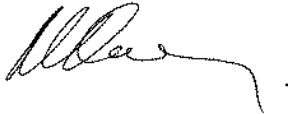
EnviroMission will announce the ongoing development strategy in light of the LETDF decision at the upcoming Annual General Meeting, planned to be held in the Sunraysia district (time and place to be announced in line with lodgment of Notice of Annual Meeting and final annual report to be distributed to members of EnviroMission and also through the ASX).

EnviroMission will restate its commitment to Solar Tower development in the region and plans to launch the way forward outside the constraints and parameters of the LETDF process.

It should be noted that EnviroMission congratulates recipients of the LETDF scheme, recognising the extensive detail and resources involved in meeting application eligibility.

EnviroMission plans to be a key player in the energy sector with development objectives aimed to compete with coal and gas generators and out deliver other renewable energy generators in the spirit of healthy competition in the energy mix.

Ends.



Roger C. Davey
Executive Chairman
Chief Executive Officer