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GREENEARTH ENERGY LIMITED APPLIES FOR GEOTHERMAL DRILLING PROGRAM GRANTS

Greenearth Energy Limited ("GER") is pleased to announce it has submitted two applications for the Federal Government Geothermal Drilling Program (GDP). The applications which total a grant amount of \$14 Million encompass areas in its Victorian GEP10 (Greater Geelong) and GEP13 (onshore Gippsland) permit areas.

Each grant application is for \$7 Million for a "proof of concept couplet" comprising two deep wells and is made up of an upfront payment of 60% of funding for the first well and the balance provided subject to the achievement of established milestones.

Greenearth Energy was the first Victorian Geothermal exploration and development company to publish an inferred geothermal resource which it did on 4 December 2008 with a significant resource estimate for the Greater Geelong area (GEP10).

On 5 January 2009, Greenearth Energy further expanded on its geothermal prospects with an announcement of an inferred resource for its onshore Gippsland permit area (GEP 13). Details of both announcements can be viewed on our website, www.greenearthenergy.com.au.

Greenearth Energy are satisfied that two robust applications have been completed, which highlight the geothermal potential contained in both the locations it operates in, as per previously voiced intentions. Advice as to the successful nature of both or one of the GDP applications is expected by mid March 2009.

For more Information, please contact Greenearth Energy on (03) 9620 7299 or visit their website.

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