

ASX ANNOUNCEMENT, 7 OCTOBER 2013

GREENEARTH ENERGY \$693,000 SHARE PLACEMENT

- Commitments of approximately \$693,000 received via placement to sophisticated and professional investors;
- Funds to provide working capital to support growth of energy efficiency business

Greenearth Energy Ltd (“Greenearth Energy”) (ASX:GER) is pleased to announce that it has received commitments from professional and sophisticated investors to raise approximately \$693,000, by way of a placement of 27,739,910 new fully paid ordinary shares at an issue price of 2.5 cents per share. The placement represents approximately 23.35% of the issued ordinary share capital in the company as at the date of this announcement.

Settlement of the placement, and the issue and allotment of the placement shares, is expected to occur on 14 October 2013. Upon issue, the placement shares will rank equally alongside existing fully paid ordinary shares on issue. The placement does not require shareholder approval.

The funds raised from the private placement will be used to support the continued growth of the company’s industrial energy efficiency business via its wholly-owned subsidiary, Greenearth Energy Efficiency Pty Ltd (“GEE”), and for general working capital.

Greenearth Energy Managing Director, Samuel Marks said:

"This placement was quickly taken up by a handful of investors and I would personally like to thank them for their strong support and confidence in the company’s future."

"Further to our announcements around the refocus of Greenearth Energy and the ongoing growth of our Energy Efficiency entity, we are very pleased that this placement will enable funds to be directed towards this business unit, which is our primary short term cash flow growth focus. The placement proceeds will assist our Energy Efficiency team in taking advantage of the sizeable market opportunities in this segment."

"At a time when 'Direct Action' is required as a method to reduce CO₂ emissions, we are very well placed to work with our customers and the Federal Government to deliver reduced emissions and improved profitability."

An Appendix 3B and Cleansing Notice will be lodged with ASX upon the issue and allotment of the placement shares.



Samuel Marks

Managing Director

Greenearth Energy Limited

Please direct all enquiries to Samuel Marks, Managing Director, telephone 03 9620 7299.



About Greenerth Energy Ltd

Greenerth Energy Limited is a diversified Australian-based renewable energy company with interests in conventional geothermal resources in Australia and the wider Pacific Rim as well as technology-focussed solutions in the energy efficiency and CO₂ to fuel conversion markets.

Greenerth Energy Ltd - <http://www.greenerthenergy.com.au>