

Eden Reveals Corporate Restructuring Plans

Alternative energy company Eden Energy Limited has proposed arrangements for securitising all of its non-hydrogen assets.

The Perth based company will transfer its Australian geothermal assets to a wholly owned subsidiary company, Terratherma Ltd, and also seek to consolidate its Welsh operations. The restructuring program is due for completion during the second half of 2008.

Terratherma will proceed with an Initial Public Offering (IPO) anticipated to be between \$12-20 MM, with shareholders and option holders in both Tasman Resources NL and Eden to be given allocation priority.

Eden will retain a majority shareholding in Terratherma, which will seek an ASX listing as soon as stock market conditions permit. Eden and Terratherma may collaborate on renewable energy projects, using geothermal power generated by Terratherma to produce hydrogen which could be stored and transported to market using Eden's hydrogen technology.

A preliminary agreement has also been reached to transfer 100% of Eden's south Wales project and its South Australian natural gas project into a new joint venture (JV) company.

Eden's south Wales gas assets consist of a 50% farm-in interest in 430 km² of coalbed methane (CBM) and conventional gas licences. These will be combined with a modest natural gas resource near Chester in the UK, together with



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a small drilling rig, both owned by Eden's Welsh joint venture partner.

Eden will hold 45% of the JV company's issued shares and will also contribute ongoing working capital of £1.0 MM.

Eden hopes the consolidations will allow it to

focus its energy and resources on developing its hydrogen technologies, particularly within the emerging Indian clean fuel market. Eden recently secured a contract with Indian Oil to install the first public hydrogen dispensing station in India to supply fuel to motor vehicles running on either hydrogen or Hythane®, a mixture of hydrogen and natural gas. ■