

US Investment Shines on Solar Tower Potential

EnviroMission has raised a minimum of US\$1,560,000 on the following terms and conditions:

- (a) On 15 October 2008 (US time), US\$560,000 will be invested in exchange for:
 - (i) a number of ordinary EnviroMission Shares, the total price for which will amount to US\$560,000 based on the closing price of the Company's ordinary Shares on the previous trading day as quoted on the ASX; and
 - (ii) a number of attaching options equal to the number of ordinary Shares issued immediately above at (i) to subscribe for ordinary Shares, on a one for one basis, at 25 cents for each ordinary Share, exercisable at any time after the date of issue and prior to February 1, 2011;
- (b) On 1 December 2008 (U.S. time), a minimum of US\$500,000 will be invested in exchange for:
 - (i) a number of ordinary Shares equal to the amount received valued at the closing price on the previous trading day of the Company's shares as quoted on the ASX, together with
 - (ii) a number of attaching options equal to the number of ordinary Shares issued immediately above at (i), to subscribe for ordinary Shares, on a one for one basis, at double the price of the ordinary Shares issued immediately above at (i), exercisable at any time after the date of issue and prior to February 1, 2011;
- (c) On 1 February 2009 (U.S. time), a minimum of US\$500,000 will be invested in exchange for:
 - (i) a number of ordinary Shares equal to the amount received valued at the closing price on the previous trading day of the Company's shares as quoted on the ASX, together with
 - (ii) a number of attaching options equal to the number of ordinary Shares issued immediately above at (i), to subscribe for ordinary Shares, on a one for one basis, at double the price of the ordinary Shares issued immediately above at (i), exercisable at any time after the date of issue and prior to February 1, 2011;

US\$460,000 of the first tranche (US\$560,000), representing AUD\$661,289.16, has now been received by EnviroMission in exchange for the issue of 10,173,680 ordinary EnviroMission shares, at an issue price of \$.065 (six and one half cents). The balance of US\$100,000 is expected to be received within seven days to complete the first tranche.

7,500,000 shares will be allotted immediately (22 October, 2008), without prior shareholder approval because the issue does not exceed more than 15% of issued capital threshold provisions available to the Company. Shareholder approval for the balance of the allotment will be sought at the 2008 Annual General Meeting.

This investment also precedes EnviroMission's proposal to acquire SolarMission Technologies Inc, to control and drive Solar Tower development forward in global markets.

Funds from this investment will support EnviroMission's anticipated and expanded global development role that includes previously announced plans to commercialise Solar Tower technology in the US.

This investment was heavily influenced by EnviroMission's moves to acquire SMT with the expectation of swiftly commercializing Solar Tower technology in the US; where it is considered renewable energy prospects (specifically solar) remain strong in light of provisions contained within the US\$700 billion Emergency Economic Stabilization Act 2008.

"The board of directors of EnviroMission considers capital raising an achievement for any developer in the best market circumstances, and considers the timing of this fundraising to reflect the positive prospects for Solar Tower development despite current financial market pressures.

"The emergence of this investment, at this time, is particularly gratifying because it reinforces support continues to exist for the commercialisation of renewable energy technologies, EnviroMission's CEO, Roger Davey said in announcing details of this placement.

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Kim Forte (Ms)
Communications
EnviroMission Limited
+61414690356

Enquiries to:

Mr. Roger Davey
Chief Executive Officer
EnviroMission Limited
+61396935666
communications@enviromission.com.au