

# Annual General Meeting 16<sup>th</sup> November 2010

## Shareholder Update

## Major Achievements in 2010

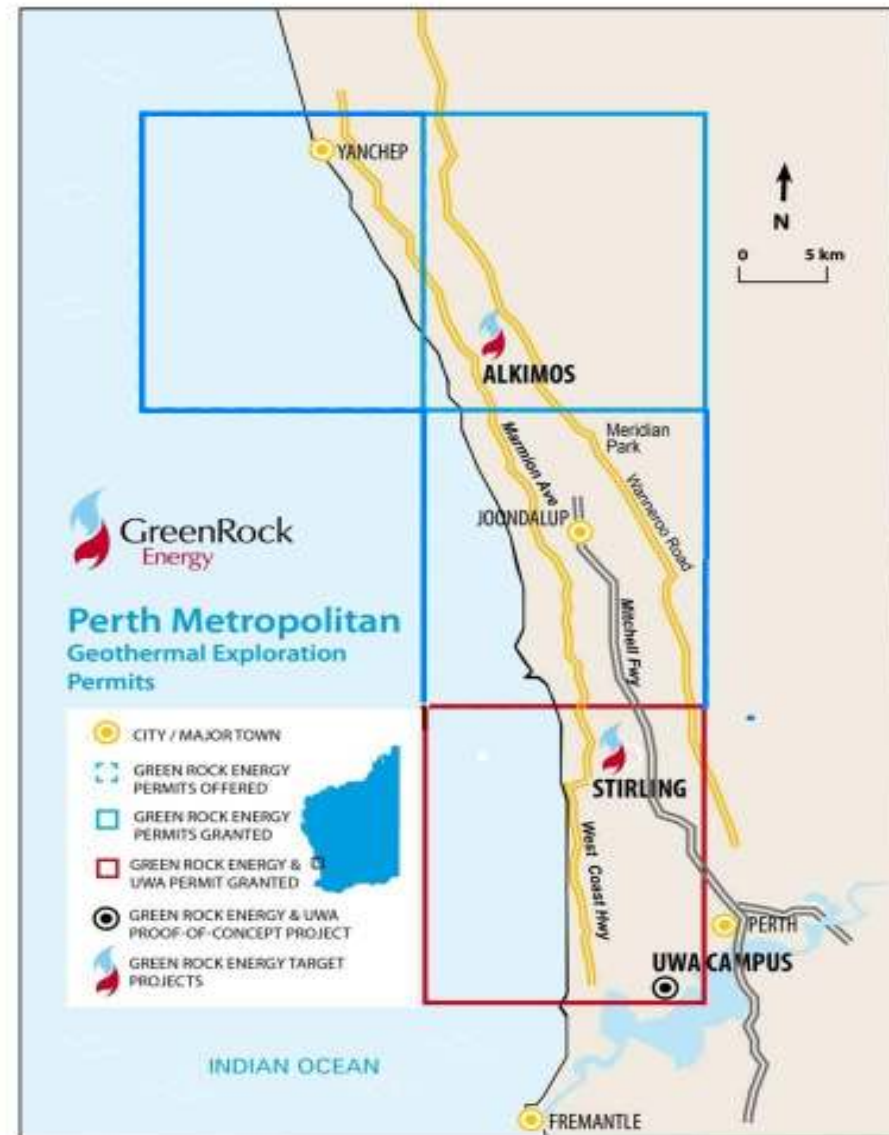
- Restructured to focus on commercialising our resources. New non-exec Chairman brings highly credible energy business development experience.
- Partnership with Cygnet Capital brings capital raising and strategic support - \$2.6m raised through placements and rights issue, on top of \$1.6m SPP in May.
- Agreements for \$7m Commonwealth funding signed and \$5.4m WA funding being finalised for UWA Project. Agreement with Leighton for QEII Project.
- Alkimos and North Perth Basin – Inferred Geothermal Resource reports confirm major potential
- Worsley / Collie Area – initial survey completed; forward program being reviewed with BHPB Worsley Alumina
- North Perth Basin - discussions progressing with potential JV partners.
- Hungary JV well data acquisition completed and evaluation continuing, with target of first revenue in 2012

# Critical Steps to Commercialisation

- Proving up the Resource
  - Resource understanding
  - Resource reporting
  - Identifying drilling targets
- Bringing in JV Partners (funding, capabilities)
- Working with Governments
  - Geothermal regulation
  - Government funding for projects
  - Government support (RECs, Feed-In Tariffs etc)
- Capability to develop projects through to production

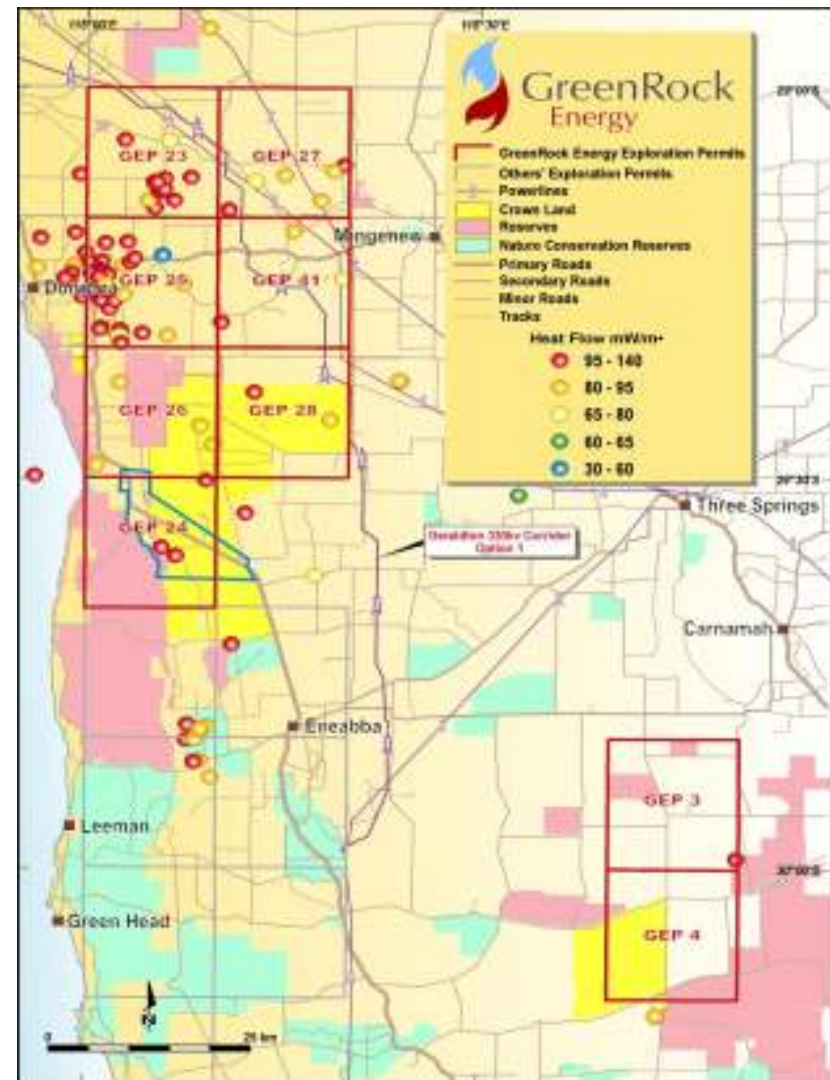
# Perth Metropolitan Area

- \$7m Commonwealth Government funding secured for UWA Project
- Agreement for \$5.4 m WA LEED funding being finalised
- Need to secure Renewable Energy Certificates for direct use geothermal replacing electricity
- Need to bring in JV partner to share costs



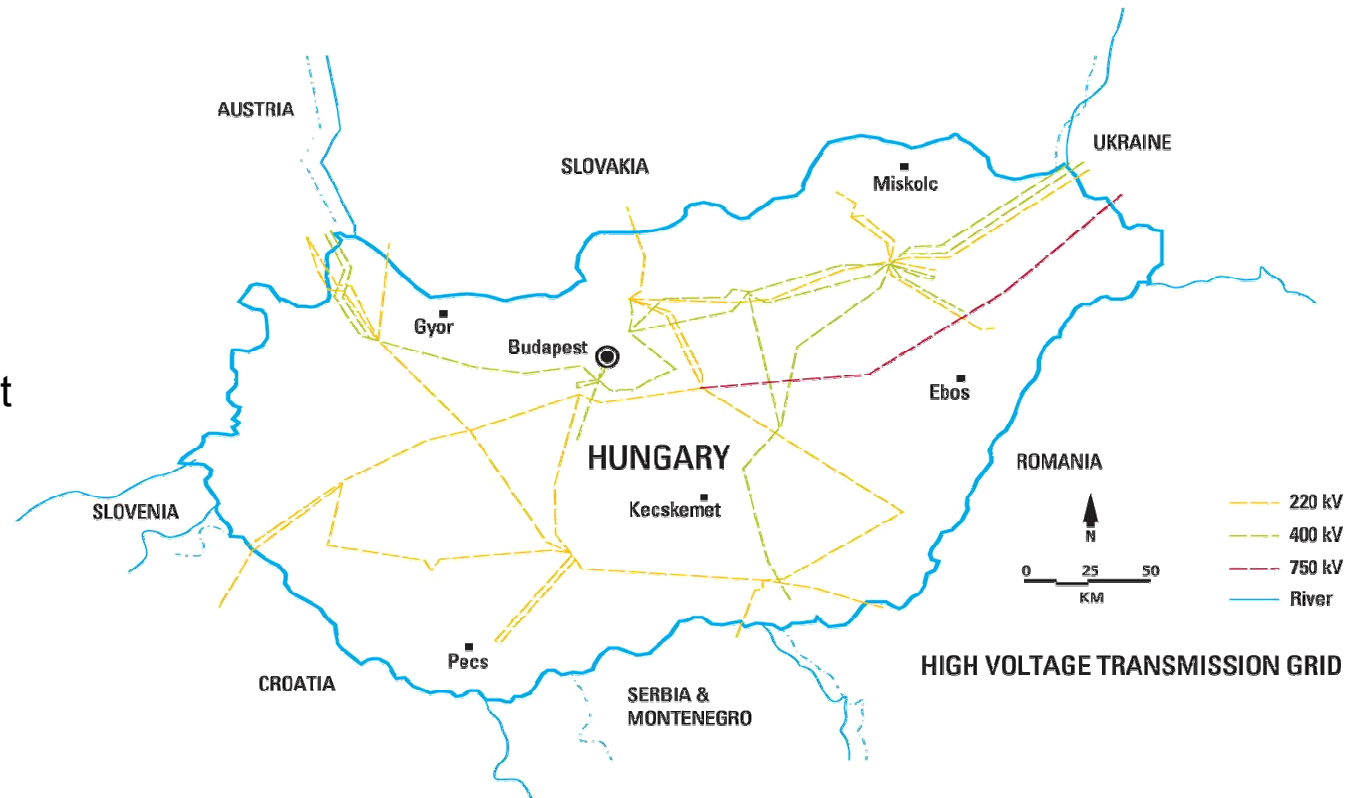
# North Perth Basin

- Permits are held 100% and cover 2600km<sup>2</sup>
- Substantial MW potential close to rapidly growing Mid-West markets and infrastructure
- Inferred Geothermal Resource report indicates huge potential
- Promoting case for Government funding
- Bring in JV partner(s) to share costs / access power development capability
- Define drilling target by mid-2011



# Hungary

- First commercial project identified
- Well data acquisition completed and evaluation continuing
- Target first electricity production in 2012
- Need to secure concession(s) in most prospective areas
- Government funding support possible for first project
- Seek funding from European investors from 2011



## Other Projects

### ■ Worsley / Collie Area (with BHP Billiton Worsley Alumina)

- Initial data collection completed
- Further definition of resource and market potential underway

### ■ South Australia

- Activity at a sufficient level to maintain our Geothermal Exploration Licences in good standing
- Unlikely to be any significant progress until there are positive results from other geothermal companies' drilling activities

## Priorities for 2011 - Corporate

- By mid-2011 select up to 2 projects to aggressively develop; hold or drop others
- Secure alternative sources of funding for Hungary
- Rationalise exploration budget to focus on key commercial targets
- Review new non-geothermal projects which:
  - Use GRK director experience and expertise
  - Add investor appeal to GRK
- Share price recovery based on project and corporate achievements