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31st March 2023.

## Shareholder Update

Dear Shareholder,

**The following progress report is in accordance with the company's commitment to provide shareholders with regular bi-monthly updates relating to ongoing business activities and its strategic objectives.**

### **DP SOLRE Pvt Ltd (SOLRE)**

EnviroMission continues, without success, to engage with, and foster open dialogue with its counterparty SOLRE. EVM remain concerned SOLRE are not adequately positioned to initiate construction of the first Solar Tower project in India by August 1, 2023 nor is it probable given the necessary pre development works required. For instance, the companies are yet to discuss and work through the dynamics of initiating Prefeasibility, Feasibility, Land acquisition and Front End Engineering Design works that are critical for project realisation.

August 1<sup>st</sup>, 2023 is a crucial milestone tabled in the agreement between the parties, as it relates to SOLREs "obligation to initiate the construction of the first Solar Tower project by August 1, 2023".

EVM have sought several status updates from SOLRE on various pre cursor works required to not only cement the working relationship between the parties but also strengthen our ability to deploy Solar Tower technology in India.

As by way of example, EVM has sought clarification as to:

- When EVM can expect to receive the contemplated US\$11,000,000 required by EVM to initiate the necessary FEED works.
- When EVM can expect SOLRE to begin working with EVM to formalise and execute the contemplated Licensing and Shareholder agreements that would underpin the current agreement.
- When EVM will obtain any documentation pertaining to the acquisition of land for the project.

As a result, and as previously disclosed, EVM have engaged legal counsel in India to assist in working through the complexities of the relationship and provide advice as to the company's obligations, potential future actions and any attainable remedies designed to resolve the situation amicably and timely.

EVM remain committed to developing Solar Tower projects in India and will seek to resolve the current impasse as quickly as possible with August 1st 2023 likely to be the sunset date with SOLRE.

### **DOVET (Dynamic Optimisation and Verification Engineering Tool).**

The company is pleased to report all completed DOVET development phases indicate significant technology optimisations have been realised, which in turn, increase the overall commerciality of the technology and the company's ability to tender projects to meet varying demand profiles - a feat not previously attainable to EVM.

Of particular significance is the company's ambition to reduce the Solar Towers dimensions while tailoring output profiles to specific locations. The Solar Tower is being optimised in accordance with constructability, cost, materials science, and site specifics works all to provide further context. All enhancements and newly generated intellectual property are an important component of the value being created by completion of the DOVET.

### **Sri Lanka**

EVM has assisted its counterparties in Sri Lanka to formally incorporate the company's joint venture vehicle, EnviroMission Lanka Pte Ltd (EVML). EVM currently hold a non-dilutable 5% equity position in the Company with Andrew Draffin recently appointed to represent EVMs interests in his capacity as a Director of both entities.

EVML is currently in the process of negotiating a Licensing Agreement with EVM Ltd, which will form the basis for the contemplated commercial benefits for EVM Shareholders. The company expects to complete an executed Licensing agreement within the next 30 days.

EVML's technical team, led by Dr. Ilan Kuppusamy, is presently developing, in collaboration with EVM, the required Pre-feasibility study, due for submission to the Sri Lanka Ministry of Power in April. If the Pre-feasibility report is accepted EVML expects to be invited by the Government of Sri Lanka to formally participate in the negotiations for entering into a Power Purchase Agreement, paving the way for the collective entities to raise project finance, secure land and initiate Front End Engineering Design.

### **Commercial activities.**

EVM have assigned a team to investigate opportunities available to the company in global settings, specifically the United States. EVM are confident the US federal government's Inflation Reduction Act (2022) is an ideal incentive to drive Solar Tower development in the US. Importantly, renewable energy development is specified within the Inflation Reduction Act (2022) bill as a significant priority to drive investment opportunities. The team is also preparing a business case for capital market investment in EnviroMission and Solar Tower development in the US, positioning itself to access opportunities for mutual benefit under the Inflation Reduction Act and various other Department of Energy and private sector investment initiatives. The green or sustainable investment sector is facilitating the shift away from the carbon economy.

### **Funding.**

EVM is currently finalising an investor presentation which will be used in an attempt to attract new equity investment to fund the Company's objectives over the next six to twelve months. The Company's immediate future is therefore dependent on further capital raisings however confidence remains that the required capital can be raised in the short term, particularly on the back of the work DOVET affords the company and its Shareholders.