

ASX Announcement

Greenpower Energy and Greenerth Energy combine exploration

8 May 2008: Greenpower Energy Limited (ASX: GPP) has signed a co-ordination agreement with Greenerth Energy Limited (GER) to combine exploration activities including drilling and data.

Greenpower is exploring and developing a suite of coal-seam gas (CSG) tenements across Australia sharing ground that is of direct interest to Greenerth's geothermal exploration.

The agreement will result in cost reductions for both companies and is based on the co-ordination agreement Greenerth Energy has with Lakes Oil NL (LKO).

Greenerth Energy Limited is a geothermal exploration and development company with exploration permits situated in the Gippsland and Otway basins in Victoria. The Gippsland Basin permits directly overlap with Greenpower Energy's CSG permits EL4860, EL4862, EL4861, EL4877 and EL4807.

Greenpower floated on the Australian Securities Exchange (ASX) on 29 February 2008 and indicated in its prospectus the intention for significant data acquisition in the Gippsland area. Data extracted will help Greenpower Energy identify areas of large coal seams which can be used for coal seam methane production.

Both companies look forward to a productive working relationship. Greenpower is moving rapidly to develop its two million hectares of commercially-attractive tenements and to extract natural gas to sell to electricity producers and gas marketers.

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About Greenpower Energy Ltd

Greenpower Energy Limited is an Australian publicly listed explorer of 'coal seam natural gas' ('CSG'). With a mature CSG industry that provides some 12 percent of the United States' natural gas production, modern exploration and completion techniques have led to the exponential growth of CSG in both the US and Australia. Greenpower Energy has approximately two million hectares of commercially-attractive CSG tenements in three Australian states – Gippsland and Otway Basins in Victoria, the Eromanga and Willochra Basins in South Australia, the Perth Basin in Western Australia, and the Gunnedah Basin in New South Wales.