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Australian Stock Exchange Company Announcements Office Exchange Centre Level 1 20 Bridge Street Sydney NSW 2000 AnaeCo Limited ABN 36 087 244 228 3 Turner Avenue, Technology Park Bentley, Western Australia 6102 PO Box 1287, Bentley DC WA 6983 Ph: +61 8 9361 4777 Fx: +61 8 9361 4888 info@anaeco.com

Funding Facility - \$3.4 million

AnaeCo is pleased to announce that it has entered into a loan agreement with Monadelphous Group Limited to access funding ahead of receipt of the R&D Tax Incentive Refund for the 2014 financial year.

AnaeCo estimates it will receive a tax refund of approximately \$4.3 million for the 2014 income tax year based on eligible expenditure incurred under the R&D Tax Incentive scheme. The loan agreement enables AnaeCo to access \$3.4 million (80% of the estimated income tax refund) prior to submitting its income tax return. The loan will be repaid with funds received from the 2014 income tax refund which is expected to occur before 31 December 2014.

Funds drawn under the loan will be applied to fund expenditure associated with completion of AnaeCo's commissioning responsibilities on the WMRC Project. As advised on 16 June 2014 commissioning has now entered the biological ramp-up phase which is scheduled to take approximately 18 weeks.

ENDS

For further information, please contact:

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About AnaeCo

AnaeCo delivers Alternative Waste Technology (AWT) facilities based on the AnaeCo™ System, incorporating the patented DiCOM™ bioconversion process. The AnaeCo™ System includes advanced sorting, recycling, anaerobic digestion and aerobic composting to recycle municipal solid waste (MSW) into renewable energy from biogas, agricultural grade compost and recyclables such as steel, aluminium, glass and plastics, thus maximising diversion from landfill and ensuring social, economic and environmentally sustainable management of MSW.

The AnaeCo[™] System enables resource recovery intervention closer to source, with enhancement of existing waste transfer stations now a viable waste management option. AnaeCo's experienced team provides design, and commissioning services for AnaeCo[™] AWT facilities.

For further information go to www.anaeco.com

About the WMRC Project

The WMRC Project involves the construction and commissioning of an AnaeCo[™] AWT Plant at the JFR McGeough Resource Recovery Facility in Shenton Park, Western Australia.

The JFR McGeough RRF is a solid waste transfer station owned and operated by the Western Metropolitan Regional Council.

The AnaeCo[™] AWT Plant is an asset owned by Funds managed by Palisade Investment Partners Ltd and is contracted to receive 55,000tpa of MSW.

The WMRC Project is the first full operational scale installation of the AnaeCo[™] System and is a transfer station retro-fit occupying less than 4,000m².