

January 15, 2016

Company Announcements Office
ASX Limited

UPDATE ON PROJECT FUNDING

Enerji Ltd (ASX:ERJ) ('Enerji' or the 'Company') advises that, further to the announcement regarding the execution of its first Power Purchase Agreement ("PPA") with Northern Star Resources Limited (announced the ASX 7th January 2016), the Company is currently assessing and refining project financing options to fund both the Northern Star Jundee Project, as well as other future projects as and when they are secured.

Enerji is currently negotiating with a number of interested parties and expects that traditional project financing will be best suited to the roll out of our advanced heat-to-power technology. The Company expects formal funding agreements to be executed within the March quarter.

As previously advised, the PPA (otherwise known as a Heat Tolling Agreement), will see Enerji supply and install a 1.5MW heat-to-power plant at Northern Star's Jundee power station for an initial term of 5 years, capturing waste heat and converting it into useable power. The capture and conversion process produces zero emissions and will substantially increase the efficiency of the Jundee power station, significantly lowering NSR's operating costs.

ENDS

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Enerji Ltd is a thermal energy company that takes 'waste' heat from power generation and industrial processes and turns it into zero emission electricity. This reduces electricity consumption from the grid or the consumption of fuel for power generation. The outcome is a reduction in operating costs and carbon emissions.

Enerji has made considerable investment in its unique Accretive Thermal Energy Node (ATEN) technology, a modular toolkit for collecting and converting thermal energy from a variety of sources. This allows the company to utilise 'low-grade' as well as 'high-grade' waste heat, and combine multiple heat sources with an overall accretive output.

Enerji has developed ATEN systems for use in various applications.