

OTHER INFORMATION

14 November 2008

Another large grant provided to PannErgy's drilling capacities

PannErgy's strategic partner in geothermal well drillings, DoverDrill Mélyfúró Ltd. has been provided with approx. HUF 485 million non-repayable grant within the framework of the "Complex technological investments of start-up enterprises in less favoured microregions" grant application programme, Economic Operational Programme, towards the supply of the drilling equipment that is to ensure the drilling capacities required by PannErgy. Similarly to Aquaplus Ltd., DoverDrill Ltd. has also confirmed that from the beginning of next year they will provide the drilling equipment exclusively to PannErgy projects. The grant enables PannErgy to have its drillings performed ahead of the related time schedule, at more favourable rates and with more modern technologies.

PannErgy has evaluated this news to be especially important in the current global shortage of drilling capacities and these times suffering from resource crisis.

The special design of the 180-ton drilling equipment to be procured with the use of the grant will be fully suitable for domestic geothermal drilling operations. The equipment will be installed with state-of-the-art control systems.

The Kistelek-based DoverDrill Mélyfúró Ltd. has the strategic objective to become a dominant actor on the Hungarian thermal-well drilling market.

PannErgy Plc's Board of Directors

