

14 November 2008

## EXTRAORDINARY INFORMATION

### **PannErgy and the Municipality of Szentlőrinc have founded Szentlőrinci Geotermia Zrt.**

Szentlőrinci Geotermia Zrt. has been founded with a 90% stake owned by PannErgy Plc and the remaining 10% by the Municipality of Szentlőrinc. The operations of the Company will cover the exploitation of the geothermal energy base explored in the surroundings of Szentlőrinc.

Szentlőrinci Geotermia Zrt. is commencing a drilling operating down to a depth of cc. 1,700 meters with a 90–95°C expected bottom-hole temperature.

Szentlőrinc has a potential heat market of approx. 6–8 MW.

Szentlőrinci Geotermia Zrt. intends to acquire grant funding for the project within the framework of the Environment and Energy Operational Programme (KEOP), and construct the necessary infrastructure with the involvement of local contractors.

PannErgy Plc's Board of Directors

