

EXTRAORDINARY INFORMATION

23 December 2009

Permit held for the second test drilling around Miskolc

For the purpose of the second test drilling in the surroundings of Miskolc (foreseen to be a production well in case the test drilling succeeds), Miskolci Geotermia Zrt. owned by PannErgy Plc in 90% has acquired the water rights implementation permit shortly after the obtainment of the permit for the first drilling.

In possession of the permit, during 2010 these sites will also witness the start-up of drilling works. Concerning the water-bearing layers, the associated geological and geophysical studies – similarly to the first site in the vicinity of Miskolc – indicate favourable penetrability. In this context, the estimated bottom depth is 2,200 meters, while the expected water yield is at least 20 l/s and the foreseeable effluent temperature is 105–110°C.

Obviously, the energy yield and exploitability of the targeted thermal water base can be determined more accurately only in the light of the results of the test drilling.

PannErgy Plc's
Board of Directors

