

ASX Release



PETRATHERM LIMITED
ABN 17 106 806 884

Paralana Joint Venture Project Update

First \$2.45 million GDP grant monies received

Petratherm and its Joint Venture partners – Beach Petroleum and TRUenergy Geothermal – are pleased to announce that they have received the first two milestone payments relating to the Geothermal Drilling Program grant from the Federal Department of Resources, Energy & Tourism.

The \$7 million GDP grant was awarded to the Paralana Project in April 2009 to assist in funding the two well HEWI proof of concept work.

A further milestone payment of \$1.75 million is expected to be received during August following Petratherm's recent project progress submission.

The benefit of the GDP grant will be shared by the Paralana Joint Venture partners in proportion to their equity participation being Petratherm 69%, Beach Petroleum 21 % and TRUenergy 10%.

Yours faithfully

Terry Kallis
Managing Director

ABOUT THE JOINT VENTURE PARTNERS:

Beach Petroleum (ASX: BPT) is an oil and gas company headquartered in Adelaide that farmed-in to the Paralana Project in January 2007. Beach can earn up to 36% of the project for \$30 million plus its equity share of project costs. (www.beachpetroleum.com.au).

TRUenergy Geothermal is a wholly owned subsidiary of the CLP group, one of the largest publicly-listed power businesses in Asia Pacific (www.truenergy.com.au and www.clpgroup.com). TRUenergy Geothermal farmed-in to the Paralana project in August 2008. TRUenergy Geothermal can earn up to 30% of the project for \$57 million.

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ABN 17 106 806 884

105-106 Greenhill Road
Unley SA 5061

T: +61 8 8274 5000

F: +61 8 8272 8141

W: www.petratherm.com.au/

E: admin@petratherm.com.au