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Carnegie Wave Energy (CWE) – snapshot

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<th>Australian Stock Exchange (ASX) - CWE</th>
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<td>Shares on issue</td>
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<td>12-month share price range</td>
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- Australian inventor, owner and developer of proprietary wave energy technology ("CETO")
  - Capable of producing zero-emission renewable power and desalinated freshwater directly from the ocean’s waves
  - 67 patents or patent applications
- 25 engineering, commercial, and administration staff
- International Board of Directors
- Australian owned, headquarters in Western Australia (WA)
- Dedicated private wave energy research facility in Fremantle, WA
International Board of Directors

**Australia-based**

**Dr. Michael Ottaviano, MD & CEO**
- Technology and R&D background
- Clean Energy Council board member
- Member of Australian Government’s Energy White Paper committee
- CEO since 2006, oversaw increase in market capitalisation from $5M

**Grant Mooney, Chairman**
- Extensive experience in capital raisings, M&A and corporate governance
- Director and company secretary to several ASX-listed companies across a variety of industries including technology and resources
- Principal of corporate advisory firm Mooney & Partners

**Greg Bourne, Non-Exec Director**
- Former CEO of WWF Australia
- Former Special Adviser to the Prime Minister on Energy and Transport in the UK
- Held numerous high-level roles with BP including Drilling Engineer, Director of BP Scotland, Regional Director - Latin America, and Regional President - BP Australasia

**Europe-based**

**Kieran O’Brien, Executive Director**
- 15 years as Executive of Ireland’s Electricity Supply Board
- Fmr Chairman of the Board of ESBI, Alberta
- 6 years as a member of the Officer's Council of the World Energy Council (WEC)
- Formerly Acting Secretary General of the World Energy Council
- Chairman of the Energy Standing committee of the Irish Academy of Engineering

**Jeff Harding, Non-Exec Director**
- Previously CEO of Pacific Hydro, Australia’s largest renewable energy developer
- Oversaw the international expansion of Pacific Hydro with growth in market cap from A$5M to over A$750M
- Chairman of AIM-listed Ceramic Fuel Cells

**John Leggate, Non-Exec Director**
- Former Chief of Information of BP
- Serves as Senior Advisor to CleanTech Advisory Council at Vantage Point Capital Partners
- Honoured as Commander, The Most Excellent Order of the British Empire by the Queen in 2004.
CETO aims to be the cheapest, most robust and widely adapted wave technology due to:

- **Engineered simplicity** – pumps offshore, power and water production onshore
- **Scalable** – modular array design, global resource & market
- **Flexible** – variety of water depths, swell directions, seafloor conditions, offshore power platform option
- **Minimal impact** – no visual impact, co-exists with marine life, small footprint
- **Desalination** – hydraulic power allows efficient “direct desalination” independent of power production
Recent Activities

- Completed CETO 3 design, manufacture, deployment and testing
- Conceptual design for the Perth Wave Energy Project nearing completion
- Delivered an Irish site assessment and conceptual design studies
- Frazer-Nash independently verified CETO 3 results
CETO3 Commercial Scale Unit
CETO3 Commercial Scale Unit

CETO3 pump, attachment & connector installation

Buoyant Actuator installation

Fully submerged Commercial Scale CETO3 unit in operation next to deployment barge

Commercial Scale Buoyant Actuator operational

Commercial Scale CETO3 pump operational
Perth Demonstration Project – Garden Island, Western Australia

- Project installed capacity of 1-2 MW (5-10 x CET05 units)
- Onshore site is Australia’s largest naval base (HMAS Stirling)
- MoU with Department of Defence for onshore site & offtake
- Offshore licence and grant funding from WA Government
- Sub-sea pipelines to and from shore including shoreline crossing and approach
- Onshore hydro-electric power generation facility
- Total capital cost $20m - $25m with 25% WA Govt (confirmed), 25% Federal Govt (tbc) and balance Carnegie equity
Market opportunities

- Carnegie is focused on two major market opportunities:
  - 1. Government supported markets
    - tariffs, grants, site legislation etc
    - e.g. Ireland, Scotland, UK, Australia
  - 2. Island nations
    - ability to displace expensive liquid fuels
    - Reunion Is, Bermuda, French Polynesia, Canaries, for example
Government supported market - Ireland

- Carnegie is one of the most advanced wave companies operating in Ireland
- Collaboration agreement with SEAI at AWETS
- SEAI grant funding
- Detailed site assessment completed along west coast
- Conceptual design for 5MW project completed
- Tenure now being sought for preferred site for 5MW project
Remote islands

The CETO wave Technology is ideally suited to the remote island market due to:

- no visual impact
- simplicity (installation and O&M)
- familiarity with hydro power generation
- direct desalination capability

Fully submerged Commercial Scale CETO unit in operation next to deployment barge

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Reunion Island

- High power price
- Government support
- Well understood wave climate
- JV with EDF EN
- DCNS providing EPC
- French government funding awarded
- Foundation complete
- Unit components at site
- Onshore systems testing complete and waiting weather window for deployment
Bermuda

Background
• High power price ($420/MWh)
• Water stressed region – currently using desalination
• All new power generation mandated to be renewable
• Established relationship with regulators and grid operators
• Well understood approvals process

CWE Activities
• CETO selected by local utility Belco in competitive process
• MOU with local development company Triton Renewable Energy
• Pre-feasibility report and environmental scoping report
• Onshore & offshore sites identified
• Wave buoy deployed at the site

3 Stage Project Proposal
1) Project feasibility, including wave buoy deployment (underway)
2) Financing, design, and construction of 15MW plant
3) Managing and O&M
Current focus

• finalise CETO 5 concept design
• Perth demonstration project detailed design (including: pipeline, foundations, power take off)
• progress Irish project
• progress Scottish site tenure
• progress remote island and global site pipeline