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Powerhouse Ventures Limited ("PVL" or the "Company") ACN 612 076 169
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ACTIVE INVESTMENT IN NEW NATURAL CAPITAL PLATFORM

- **Foundational Acquisitions in Australia's Carbon Project Economy.**
- **Terms structured and arranged by PVL.**
- **Experienced consortium including a boutique natural capital investment and advisory firm and a globally experienced, Singapore-based commodities trading house.**

Powerhouse Ventures Limited (PVL) is pleased to advise shareholders that it has formed a syndicate of investors to establish and co-sponsor a new natural capital platform in the Australian carbon market. PVL has executed binding documentation for a AUD500,000 share subscription into a new company, currently called Australian Carbon Credit Investments Pty Ltd ("**New Carbon Co**") on terms structured and arranged by PVL with an experienced consortium. Our co-sponsors and initial strategic investors in this endeavour are a boutique natural capital investment and advisory firm, and a globally experienced, Singapore-based commodities trading house.

As advised in our 24 June 2024 Strategy Update, PVL will selectively seek to make "Active Sponsorship" investments through which PVL will earn additional founder equity for contributing expertise & services including working on the capital growth and liquidity pathway of the company. Our investment in New Carbon Co is our first execution of this strategy.

Through the founder and initial equity subscriptions, New Carbon Co will complete corporate share sales agreements to acquire and consolidate two initial entities as 100% subsidiaries into the platform:

- Climate Revive Pty Ltd: A carbon project development company with a focus on landscape regeneration, maximising both carbon and agricultural outputs. The company has established itself as a leader in Queensland and New South Wales, securing 10 registered projects under the Human Induced Regeneration (HIR) method in the last 12 months.
- Cool Planet Sustainability Pty Ltd: A sustainability consulting firm established in 2007, known for its expertise in carbon neutrality services and carbon offset trading.

Cool Planet also offers comprehensive sustainability consulting services, helping both Government and corporate clients achieve their environmental goals.

These acquisitions serve as a strong foundation for New Carbon Co's growth strategy in Australia's Carbon Project Economy (explained further below), bringing together extensive knowledge in carbon project development, sustainability consulting, and carbon trading.

PVL's initial ownership stake in New Carbon Co will be higher than its typical ownership stake in portfolio investments. With the team, we have already organised a plan to undertake further raisings to expand the capital base and business capacity of New Carbon Co. PVL's chairman, James Kruger, will serve as initial chairman of the Board of New Carbon Co and will steward the Company through its strategy and expansion.

We are excited to have made this iterative step in PVL's expansion strategy as we look to utilise our edge, networks, skills in stewardship of companies on their growth and liquidity pathway to deliver shareholder value.

Our View on Australia's Carbon Economy:

In addition to decarbonisation and electrification technologies (in which PVL have made investments and have expertise), a significant proportion of Australia's plans to achieve net zero emissions by 2050 will be through the use of carbon offset credits. Australia has a strong, high-integrity carbon regulatory regime, which has been the subject of several reviews and is currently undergoing some refinement. Under the regime, projects which either reliably and measurably avoid CO₂ emissions or physically remove them from the atmosphere will be afforded a form of underwritten carbon credits called "ACCUs" or "Australian Carbon Credit Units. These credits will play an increasingly important role for Australia, especially in offsetting our "hard to abate" emissions; currently "hard to abate" emissions represent ~20% of AU overall emissions and we anticipate that this percentage should grow with Australia's onshoring efforts for local manufacturing base and critical minerals processing industries, with the cost of implementing decarbonisation technologies in Australia, and with projected growth in AI data centres representing a significant source of new electricity demand. The government has spent the last decade "kick starting" the carbon market by providing >95% of demand and underwriting carbon floor price. We anticipate that the legislated Safeguard Mechanism will lead to sustainable increases in involuntary demand from next Calendar year and onwards and this will overtake government demand.

If there are any questions regarding this update, shareholders are welcome to contact the Company at info@phvl.com.au. As always, we are grateful for our shareholder support.

James Kruger
Executive Chairman

ENDS

Authorised by the Board of Powerhouse Ventures Limited

About Powerhouse Ventures Limited:

Powerhouse is an investment company seeking to advance emerging intellectual property (principally originating from Australian scientists, engineers and institutions) into globally impactful businesses. The focus sectors are Electrification & Decarbonisation, Next Generation Computing, Space technologies, and Healthcare and Wellness.

Powerhouse has an existing active portfolio and strong pipeline of early stage to mature businesses across its focus segments. It has developed a unique network and broad base of skillsets to help its portfolio businesses expand and commercialise.

Forward Looking Statements:

All statements other than statements of historical fact including, without limitation, statements regarding projections, future plans and objectives of PVL, are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as 'anticipate', 'believe', 'could', 'estimate', 'expect', 'future', 'intend', 'may', 'opportunity', 'plan', 'in principle', 'potential', 'project', 'seek', 'will' and other similar words that involve risks and uncertainties.

These statements are based on an assessment of present economic and operating conditions and assumptions regarding future events. Such forward-looking statements are not guarantees of future performance. They involve risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, its Directors and Management of PVL that could cause PVL's actual results to differ materially from the results expressed or anticipated in these statements.

The Company cannot and does not give any assurance that the results, performance or achievements expressed or implied by these forward-looking statements will actually occur and investors are cautioned not to place any reliance on these forward-looking statements. PVL does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained above, except where required by applicable law and securities exchange listing requirements.