

3 February 2010

Company Announcements Office
Australian Securities Exchange

By e-Lodgement

Dear Sir / Madam

ENVIRO CAPITAL MANDATE

Since the recapitalisation of the Company in December 2006, the Board of WAG Limited has continued the broadcasting infrastructure business, invested in resource exploration and reviewed new opportunities in both the broadcasting and resources sectors.

Shareholders previously agreed to enter into an arrangement with Resource Ventures Pty Ltd, whereby Resource Ventures Pty Ltd reviewed and presented new opportunities for investment consideration. This resulted in the Company investing capital to review the Ruoutevare iron ore deposit in northern Sweden. This project did not subsequently proceed, however, the Company was prepared to review and consider other investment opportunities. The arrangement with Resource Ventures Pty Ltd was terminated and the related incentive options were forfeited.

The Board has been presented with a new opportunity to expand its investment portfolio and consider opportunities in renewable and clean technology. Subject to shareholder approval of new incentive arrangements, the Board has appointed Enviro Capital Pty Ltd, an unlisted Australian company, to investigate, evaluate and present renewable and clean technology projects both in Australia and overseas. Enviro Capital Pty Ltd will assess potential opportunities and provide technical, legal and corporate expertise to determine if an opportunity exists for the Company to invest. In return for these services the Company has agreed, subject to shareholder approval, to issue 50,000,000 shares to Enviro Capital Pty Ltd by way of an upfront fee together with 150,000,000 incentive options as a success fee which will only vest when a transaction is completed.

Enviro Capital Pty Ltd will add significant value at an early phase of project evaluation and subsequent investment stages, if made. Enviro Capital Pty Ltd has experienced individuals, including Dr Michael Ottaviano, Grant Mooney and Dan Sturrock, whose expertise includes:

- Capital Markets and Corporate Funding
- Project identification and evaluation
- Project Development

Further details on Enviro Capital Pty Ltd and the associated opportunities are detailed in the Annexure.

WAG Limited will also raise \$500,000 by a placement of 100,000,000 shares at an issue price of 0.5 cents per share following shareholder approval, which will include approval for participation of related parties. The participants in the placement will be sophisticated investors. The capital raising will be utilised for working capital as the Company continues its broadcasting business and as it investigates opportunities in renewable and clean technologies. The ordinary shares will rank equally with all existing shares on issue.

EFFECT ON CAPITAL STRUCTURE

The capital structure on completion of the placement and issue of securities to Enviro Capital Pty Ltd will be as follows:

Ordinary shares	Number	%
Shares on issue prior to transaction	462,635,706	75.52
Capital raising @ 0.5 cents – subject to shareholder approval	100,000,000	16.32
Shares issued to Enviro Capital Pty Ltd or nominees – subject to shareholder approval	50,000,000	8.16
	612,635,706	100.00

Incentive Options – Enviro Capital Pty Ltd or nominees – subject to shareholder approval

1 cent on or before 31 December 2011	50,000,000
2 cents on or before 31 December 2012	50,000,000
3 cents on or before 31 December 2013	50,000,000
	150,000,000

The incentive options only vest when a transaction introduced by Enviro Capital Pty Ltd is completed.

The Company has been advised by ASX that should it enter into a transaction to acquire a renewable and clean technology project that it may be required to re-comply with Chapters 1 & 2 of the Listing Rules.

Proposed Timetable

A general indicative timetable of events and activities is set out below:

Despatch Notice of Meeting	February 2010
Hold Shareholder Meeting	March 2010

Contact details:

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Director
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ANNEXURE

Cleantech Sector Background

The cleantech sector is a rapidly growing investment opportunity globally covering technologies and services that aim to deliver sustainable solutions across a range of fields including:

- Renewable energy (solar, wind, geothermal, biomass, biofuels)
- Energy storage technologies (batteries, fuel cells)
- Demand side management for energy, water and other resources (efficiency, building and smart grid technologies)
- Low emissions technologies (transport, carbon capture and storage, nuclear)
- Water & emissions treatment technologies (desalination, conservation, monitoring, scrubbing)
- Agricultural (biosequestration, land management)
- Waste, recycling, manufacturing and packaging technologies

Much of the growth in this sector is being driven by governments around the world moving to constrain greenhouse gas emissions by introducing regulatory and policy measures to encourage emissions zero and low emissions energy and related industries. Renewable energy policies are becoming widespread, including in Europe, the UK, some US states, China and Australia. Renewable Energy Targets (such as Australia's legislated 20% renewable energy target by 2020), incentives, subsidies and development grants aim to assist commercialization and deployment of technologies that would otherwise be uncompetitive with existing power generation sources and technologies.

Despite the effects of the global financial crisis, clean energy investment totaled US\$145 billion last year, down from \$155 billion in 2008 according to Bloomberg New Energy Finance. Whilst the recent climate conference (COP 15) at Copenhagen failed to live up to many people's expectations, for the first time the two major global carbon emitters, the United States and China, along with the rest of the nations present, agreed to limit global temperature increases caused by human-induced climate change to less than 2°C above pre-industrial levels. The International Energy Agency recently estimated that an investment of US\$10 trillion in low and zero-emission power would be required to achieve this by 2030.

Existing international government commitment to the development of clean technologies can be evidenced via recent estimates that put the amount collectively allocated by G20 countries towards green fund stimulus at around US\$400 billion or 15% of the total economic stimulus funds announced by these countries.

Domestically, Australia's 2020 renewable energy target alone is estimated to require around \$25 billion of investment over the next decade. This is separate to the cleantech investment potential associated with a price on carbon that may yet be delivered via an emissions trading scheme. Current investment in new desalinated seawater plants by Australian Governments alone totals another \$10 billion – all are mandated to be "carbon neutral". Winners in a carbon constrained economy will be those companies that are able to capture these newly created markets by providing sustainable solutions that are technically and commercially viable.

An investor on the ASX looking for opportunities to participate in the growth of this market is currently constrained through the lack of genuine opportunity. The Australian Cleantech Index © includes around 70 ASX-listed companies with a combined market capitalisation of \$10 billion. Less than half however would generally be considered as pure-play cleantech opportunities with many of the index places taken by companies that either have a small element of their business involved or whose primary business is only notionally cleantech.

A recent report on low carbon investment opportunities by broking firm Hartleys, identified around 100 ASX-listed companies that may benefit from a price on carbon. Closer analysis (and excluding uranium

developers) shows that only 40 of these companies are pure play cleantech developers or renewable operators with a combined market capitalisation of between \$4 and 5 billion. This translates approximately into only 0.5% of the current total corporate listed market as being fully leveraged to one of the most significant investment trends of the next 10 years. This lack of listed opportunities coincides with a large number of small, private companies commercialising and developing cleantech solutions and often in need of additional capital.

This unique set of circumstances presents a clear opportunity to identify investment-ready, private, cleantech companies who would benefit from the exposure and access to capital that an ASX-listed environment can provide and, in turn, potentially deliver significant reward to its shareholders.

About Enviro Capital

Enviro Capital is a West Australian based firm focusing on the renewable energy and clean technology sectors. Enviro Capital's expertise rests in the experience of its management team and advisory panel and their ability to identify new project opportunities in the fast growing renewable energy and clean technology sectors. The Company has the ability to identify emerging sectors and evaluate the merits of a particular technology through its engineering, intellectual property, corporate and financial modelling expertise.

Management Team and Advisory Panel Members

Grant Mooney B.Bus, CA

Principal Director, Enviro Capital Pty Ltd

Grant is a Chartered Accountant and corporate adviser, focusing on providing strategic advice to public companies in the technology and resource sectors. He has extensive experience in the areas of corporate and project management and project acquisitions and divestments, having executed a large number of transactions in these sectors.

During 2001, Grant's Corporate advisory firm Mooney & Partners was the corporate adviser to Solar Energy Systems Limited, one of the earliest renewable energy companies to list on the ASX with a patented "solar tracking" technology. Since then, Grant has played a key role in the development of a number of resources companies, via the identification of new project opportunities and subsequent fundraisings for exploration and development.

In 2004, he was part of the team that implemented the restructure of Carnegie Corporation Limited (now named Carnegie Wave Energy Limited), resulting in the divestment of its mineral assets and a focus on the company's now 100%-owned CETO wave energy technology. Grant currently serves as a non-executive director of Carnegie Wave Energy Limited.

Dr Michael Ottaviano B.Eng, MSc, DBA

Advisory Panel Member

Mike is the Managing Director of Carnegie Wave Energy Limited ("CWE"), a leading Australian Cleantech company. During Mike's time as MD, the Company has raised \$30 million in development capital, received \$13 million in Government grant funding and progressed its CETO Wave Energy technology from Proof of Concept, through a Pilot Plant phase and into the initial Commercial Demonstration stages.

Mike has previously worked in research and development and was a divisional manager for a private Australian engineering company. Prior to joining CWE, he was a Senior Manager specialising in Technology and Innovation consulting at a global accounting and advisory firm. Mike has a Bachelor of Engineering, a Masters of Science and a Doctorate in Business Administration in the field of Corporate Entrepreneurship and Innovation. He is a Board Member of the peak industry group the Clean Energy Council and is also a member of the Australian Government's Energy White Paper advisory committee.

Dan Sturrock B.Comm
Advisory Panel Member

Dan is an experienced investment banker having spent 10 years at Macquarie Bank and Bankers Trust working in Europe, Asia and North America. Dan was most recently in based at Macquarie's New York office as Vice President Macquarie Renewables North America. During this time, Dan led negotiations and conducted detailed due diligence and site visits on investments and acquisitions with renewable energy developers and funds totaling over 2,000 MW of projects and pipeline capacity.

Since returning to Sydney from the US, Dan is working as an independent corporate advisory consultant advising on renewable energy investments, new business expansion and capital raisings for a number of public and private parties involved in activities across the cleantech spectrum including renewable energy, energy efficiency and new technologies.

Dan's areas of expertise include equity capital markets, structured equity and debt products, listed and unlisted investment funds, project and structured finance. He has applied these across a range of areas including property, natural resources and renewable energy. Dan has a Bachelor of Commerce in Economics from University of Melbourne, as well as accounting, Securities Institute of Australia and US Securities Regulation qualifications.