

ASX ANNOUNCEMENT

15th October, 2003

CENTENNIAL COAL SELECTS EGL FOR WATER TREATMENT PLANT UPGRADE AND OPERATIONS

Environmental Group (Operations) Pty Ltd, the operating company of The Environmental Group Limited (EGL) has been awarded a \$2.3 million contract from Centennial Coal Company Ltd. to design, construct, commission and operate an upgraded water treatment plant to service its Clarence Colliery mine site near Lithgow, NSW.

The upgraded plant will be capable of treating up to 25 ML per day of underground mine water utilising proven Dissolved Air Flotation (DAF) technology to significantly reduce the Manganese and Iron levels discharged into nearby waterways.

In addition to the turnkey Design and Construct Contract , the Environmental Group (Operations) Pty Ltd will take over the operations of the existing plant and the subsequently upgraded plant initially for a 2.5 year period with a further 10 year option.

The plant is scheduled to be commissioned by June 2004.

For further information, please contact Mr. Howard Johnson on (02) 8858 3499.

Howard Johnson
Managing Director and CEO

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