

Appendix 3C

Announcement of buy-back (except minimum holding buy-back)

Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/9/99. Origin: Appendix 7B. Amended 13/3/2000, 30/9/2001.

Name of entity

ABN

The Environmental Group Limited

89 000 013 427

We (the entity) give ASX the following information.

Information about buy-back

- | | | |
|---|--|--|
| 1 | Type of buy-back | On-market share buy back within "10%/12 month limit" pursuant to section 257B(4) of the <i>Corporations Act 2001 (Cth)</i> |
| 2 | +Class of shares which is the subject of the buy-back (eg, <i>ordinary/preference</i>) | Fully paid ordinary shares |
| 3 | Voting rights (eg, <i>one for one</i>) | One vote for each fully-paid ordinary share |
| 4 | Fully paid/partly paid (and if partly paid, details of how much has been paid and how much is outstanding) | Fully-paid |
| 5 | Number of shares in the +class on issue | 237,181,213 |
| 6 | Whether shareholder approval is required for buy-back | No |
| 7 | Reason for buy-back | For capital management purposes |

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8 Any other information material to a shareholder's decision whether to accept the offer (eg, details of any proposed takeover bid)

Not applicable

On-market buy-back

9 Name of broker who will act on the company's behalf

Bridges Financial Services

10 Deleted 30/9/2001.

11 If the company intends to buy back a maximum number of shares - that number

22,500,000 fully-paid ordinary shares

Note: This requires a figure to be included, not a percentage.

12 If the company intends to buy back shares within a period of time - that period of time; if the company intends that the buy-back be of unlimited duration - that intention

Commencing 3rd March 2010 until 2nd March 2011

13 If the company intends to buy back shares if conditions are met - those conditions

The Environmental Group Limited will only buy back shares at such times and in such circumstances as is considered beneficial to the efficient capital management of the Company

Employee share scheme buy-back

14 Number of shares proposed to be bought back

Not applicable

15 Price to be offered for shares

Not applicable

⁺ See chapter 19 for defined terms.

Selective buy-back

- 16 Name of person or description of class of person whose shares are proposed to be bought back
- 17 Number of shares proposed to be bought back
- 18 Price to be offered for shares

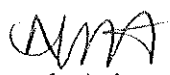
Equal access scheme

- 19 Percentage of shares proposed to be bought back
- 20 Total number of shares proposed to be bought back if all offers are accepted
- 21 Price to be offered for shares
- 22 [†]Record date for participation in offer
Cross reference: Appendix 7A, clause 9.

Compliance statement

1. The company is in compliance with all Corporations Act requirements relevant to this buy-back.
2. There is no information that the listing rules require to be disclosed that has not already been disclosed, or is not contained in, or attached to, this form.

Dated: 17 February 2010


Angela Axisa
Company Secretary
The Environmental Group Limited

[†] See chapter 19 for defined terms.