

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Environmental Clean Technologies Limited

ABN

28 009 120 405

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|----------------------------|
| 1 | ⁺ Class of ⁺ securities issued or to be issued | Ordinary Shares |
| 2 | Number of ⁺ securities issued or to be issued (if known) or maximum number which may be issued | 6,789,788 |
| 3 | Principal terms of the ⁺ securities (eg, if options, exercise price and expiry date; if partly paid ⁺ securities, the amount outstanding and due dates for payment; if ⁺ convertible securities, the conversion price and dates for conversion) | Fully paid ordinary shares |

⁺ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

4	Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities? If the additional securities do not rank equally, please state: • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	Yes						
5	Issue price or consideration	6,789,788 new ESI issued upon conversion of Convertible Notes (\$200,000)						
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	The issue of new ordinary shares upon the conversion of \$200,000 worth of the convertible notes issued on 17 November 2009						
7	Dates of entering ⁺ securities into uncertificated holdings or despatch of certificates	15 January 2010						
8	Number and ⁺ class of all ⁺ securities quoted on ASX (<i>including</i> the securities in clause 2 if applicable)	<table><tr><th>Number</th><th>⁺Class</th></tr><tr><td>717,457,799</td><td>Ordinary shares (ESI)</td></tr><tr><td>493,764,535</td><td>Listed options (ESIO)</td></tr></table>	Number	⁺ Class	717,457,799	Ordinary shares (ESI)	493,764,535	Listed options (ESIO)
Number	⁺ Class							
717,457,799	Ordinary shares (ESI)							
493,764,535	Listed options (ESIO)							

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Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)

Number	+Class
3,500,000	Unlisted options expiring 15th February 2010 exercisable at 12 cents each
2,500,000	Unlisted options expiring 15 th February 2010 exercisable at 12 cents each once the VWAP for the preceding 5 days is 15c or more
5,000,000	Unlisted options expiring 15th February 2010 exercisable at 20 cents each once the VWAP for the preceding 5 days is 30C or more
5,000,000	Unlisted options expiring 15th February 2010 exercisable at 20 cents each once the VWAP for the preceding 5 days is 35C or more
41,666,666	Unlisted options expiring 15th October 2010 exercisable at 12 cents each.
1,252,478	Options exercisable at 15.22 cents each and expiring on 12 December 2010
1,500,000	Unlisted options exercisable at 25 cents escrowed until 7 December 2008 and expiring on 5 October 2010.
1,000,000	Unlisted options exercisable at 20C and expiring on 14th February 2011.
1,539,145	Options exercisable at 11.3 cents each and expiring on 2 June 2011
708,306	Options exercisable at 5.59 cents each and expiring on 25 Sept 2011
794,806	Options exercisable at 4.04 cents each and expiring on 8 Oct 2011
962,106	Options exercisable at 3.795 cents each and expiring on 17 November 2011
360,999	Options exercisable at 3.12 cents each and expiring on 23 December 2011
1,150,000	Convertible Notes with a face value of \$1.00 each convertible at the option of the holder until 16 May 2010 into ESI ordinary shares issued at a 30% discount to the 10 day VWAP and between 17 May 2010 and the date of maturity, 17 November 2011, at a 20% discount to the 10 day VWAP of ESI securities traded on ASX.

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Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

None

+ See chapter 19 for defined terms.

Part 2 - Bonus issue or pro rata issue

NOT A BONUS ISSUE OR PRO RATA ISSUE SO QUESTIONS 11 to 33 NOT APPLICABLE

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) ☒ Securities described in Part 1

(b) ☐ All other securities
Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

NOT A NEW CLASS OF SECURITIES AND BOX 34(b) NOT TICKED SO QUESTIONS 35 to 42 NOT APPLICABLE

+ See chapter 19 for defined terms.

Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those +securities should not be granted +quotation.
 - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:

Date: 15 January 2010

(Company secretary)

Print name: John Osborne

+ See chapter 19 for defined terms.