**Energy World Corporation Ltd**
**Working Capital Position as at 31 May 2004**

| | 2004<br>YTD<br>$000 |
|---|---|
| **Current Assets** | |
| Cash | 515 |
| Reserve Account/Committed Cash | 254 |
| Receivables | 1,317 |
| Inventories | 198 |
| Other | 751 |
| Total Current Assets (A) | 3,035 |
| **Current Liabilities** | |
| Creditors & Accruals (Note 1) | 7,973 |
| Borrowings (Note 2) | 26,224 |
| Provisions | 138 |
| Total Current Liabilities (B) | 34,335 |
| **Available Working Capital (A-B)** | (31,300) |

**Note**

**1** Within this amount, accruals amounting to $3.6 Million have been made to comply with statutory accounting, reserve and provisioning standards. These accruals do not necessarily reflect cash payments that are due and payable in the near term.

**2**

| | | |
|---|---|---|
| | Loan from EWI (Note 3) | 4,899 |
| | Loans from CBA (Note 4) | 21,235 |
| | **Total** | **26,224** |

**3** The Company's major shareholder, Energy World International Limited (EWI), and its associates have agreed, subject to all necessary shareholder approvals to provide the Company with continued financial support. As part of the process, discussions are taking place with EWI regarding deferment of the principal repayment of the EWI captioned loan for a further period.

**4** In July 2003, the Company executed a Deed of Release and Amending Deed (Agreement) to amend the Facility Agreement with Commonwealth Bank of Australia (CBA) on the arrangement for payment of the balance of the Multi-Option Facility. This Agreement formalizes the extensive discussions between the Company and CBA in relation to the extension of the banking facilities until 31 December 2004. Under the Agreement, upon a written request by the Company, the CBA may also (but is not obliged to) review each Facility under the Agreement with a view to supporting a medium term facility.