wasabi
energy

29 November 2005

The Manager
Australian Stock Exchange Limited ("ASX")
Company Announcements Office

No. of pages: 1

Dear Sir

WASABI ENERGY UNDERTAKES SCOPING STUDY AT LILLYBURT COAL DEPOSIT IN BRITISH COLUMBIA, CANADA

Wasabi Energy is undertaking a scoping study to determine the economic potential of the Lillyburt Coal Project. The study will involve a detailed review and reassessment of the geological data base and with modern computer modeling, determine the resources and their classification. A 3D geological model, digital topographic model and mining review will assist this process, with a final report due by April next year.

Initially reviewed in the 1980's by Shell as a thermal coal deposit, the scoping study is seeking to review the potential for economic extraction of both coking and thermal coal by open pit methods. Further stages of exploration can be expeditiously commenced if the scoping study outcome is favourable, indicating sufficient resources can potentially be developed to meet ongoing coking and thermal coal worldwide demand.

The Lillyburt Coal Project is situated in south east British Columbia, Canada. A Joint Venture involving WASABI ENERGY and WESTERN CANADIAN COAL CORP are directing this economic evaluation of the Lillyburt Coal Project.

Yours faithfully

Tim Wise
Director

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