

5 November 2009

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

PACIFIC ENVIROMIN LIMITED EXPANDS EXISTING MINING INTERESTS

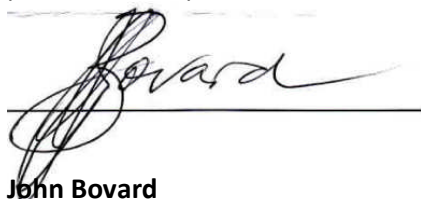
Pacific Enviromin Limited (ASX code: PEV, "the Company") is pleased to announce an expansion of its Queensland mining interests with agreement having been reached for the acquisition of all of the issued shares of Area Coal Pty Ltd ("Area Coal") from Mr Paul Byrne, an Executive Director of the Company.

Area Coal owns 18 Exploration Permit for Coal Applications (EPCAs). The EPCAs are located in the Bowen, Surat, Clarence-Moreton and Galilee Basins (refer to maps below), which host various coal deposit types including coking, PCI and thermal coal. Sixteen of the EPCAs are in the Bowen Basin. The Bowen Basin is major supplier of some of the world's best coking, PCI and thermal coal. These EPCAs may contain outcropping, or be underlain by, Permian or Jurassic coal measures. Most are located near operating coal mines and favourable road and rail infrastructure. Five of the EPCAs are competing with applications lodged by other entities. While the Company expects its EPCAs, where it is the sole applicant, to be granted in the normal course of business, the Company advises that granting of EPCAs that are competing with other applications is not guaranteed. The consideration for the Company's acquisition of Area Coal is reimbursement of Area Coal's expenditures in connection with the EPCAs and associated expenditures which were funded by Mr Byrne. The total moneys payable by the Company to Mr Byrne on completion of the acquisition in this regard is approximately \$29,000.

The Company's Independent Consultant Geologists, S.W. (Bill) Hayes F.Aus.I.M.M and Colin Laing F.Aus.I.M.M, who have combined over 80 years of coal and petroleum gas experience, have reviewed Area Coal's applications, and reported there is potential for finding deposits of coking coal, PCI coal, thermal coal, and lower quality coal at depth which could be suitable for future in-seam gasification.

The Company's acquisition of Area Coal will augment the Company's existing coal interests which include three non-competing EPCAs totalling 920.7 km². Of these three EPCAs, one is located in the Galilee Basin, one in the Surat Basin close to the Orazabah and Collingwood coal deposits and one in the Clarence-Moreton Basin near the New Acland coal mine.

The company continues to develop and exploit its existing Mantuan Downs bentonite deposit. It is anticipated that increased sales of bentonite may be realised as commercial trials are completed and product is accepted into a number of applications.

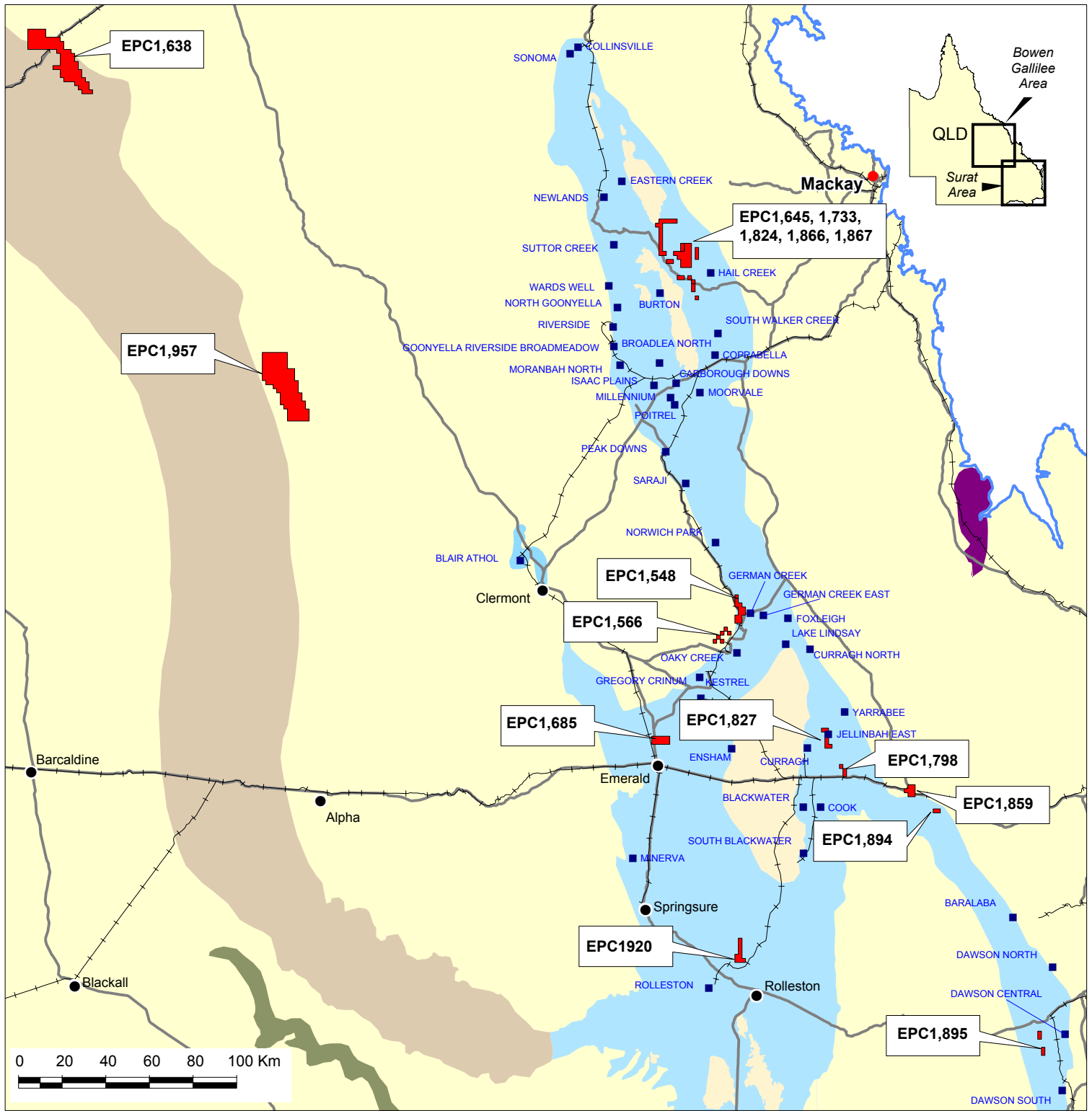


John Bovard
Non-Executive Chairman












Competent Person Statement

The information in this Release relating to exploration targets in respect of the EPCAs held by Area Coal is based on information compiled by Mr S.W. (Bill) Hayes who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Hayes is a consulting geologist working for SW Hayes and Associates.

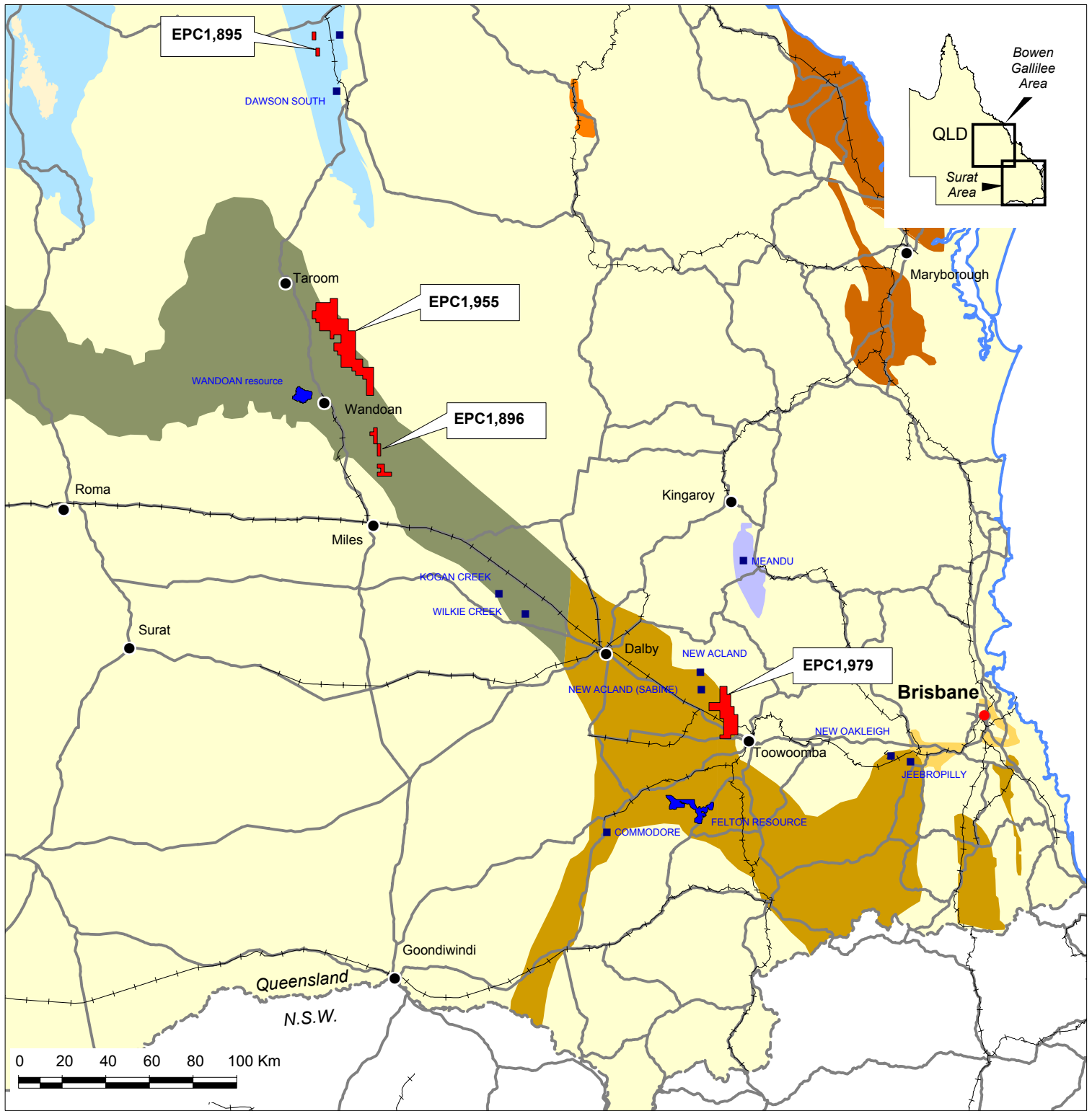
Mr Hayes has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Hayes has consented in writing to the inclusion in this Release of the information in the form and context it appears.















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|---|--|--|---|
|  Bowen Basin |  Laura Basin |  Styx Basin |  Operating Coal Mine |
|  Callide Basin |  Maryborough Basin |  Surat Basin |  Exploration Permit for Coal (EPC) |
|  Gallilee Basin |  Mulgildie Basin |  Tarong Basin | |
|  Ipswich Basin |  Clarence-Moreton Basin | | |

Pacific Enviromin Limited Coal Projects - Bowen and Gallilee Basins



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 Bowen Basin	 Laura Basin	 Styx Basin	 Operating Coal Mine
 Callide Basin	 Maryborough Basin	 Surat Basin	 Exploration Permit for Coal (EPC)
 Gallilee Basin	 Mulgildie Basin	 Tarong Basin	
 Ipswich Basin	 Clarence-Moreton Basin		

Pacific Enviromin Limited Coal Projects - Surat Basin