

Appendix 3Y

Change of Director's Interest Notice

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 30/9/2001.

Name of entity	Pacific Environment Limited
ABN	42 122 919 948

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	Darren Herft
Date of last notice	5 May 2009

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	<ol style="list-style-type: none"> Direct and indirect – 61,500 shares held by D. Herft as trustee for AMMA Private Investment Pty Ltd ("AMMA"). D. Herft is a co-director of AMMA and his voting power in AMMA is above 20%. Direct – (i) 63,650 shares held by D. Herft as trustee for various other parties (ii) 200,000 options Indirect – 6,512,995 shares
Nature of indirect interest (including registered holder) Note: Provide details of the circumstances giving rise to the relevant interest.	<ol style="list-style-type: none"> 6,477,995 shares held by Herft Accounting Australia Pty Ltd Number 2 ("HAA") – D. Herft is sole director of HAA and co-beneficiary of the trust of which HAA is trustee 35,000 shares held by AMMA Private Investment Pty Ltd ("AMMA"). D. Herft is a co-director of AMMA and his voting power in AMMA is above 20%.

Date of change	15/05/09 & 18/05/09
No. of securities held prior to change	1. 6,628,145 shares 2. 200,000 options
Class	1. 6,628,145 fully paid ordinary shares 2. 50,000 options exercisable @ \$0.75; vesting 14/01/09; expiring 05/02/18 3. 50,000 options exercisable @ \$1.00; vesting 14/01/10; expiring 05/02/18 4. 50,000 options exercisable @ \$1.25; vesting 14/01/11; expiring 05/02/18 5. 50,000 options exercisable @ \$1.50; vesting 14/01/12; expiring 05/02/18
Number acquired	10,000 fully paid ordinary shares
Number disposed	Nil
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	\$3,590
No. of securities held after change	1. 6,638,145 shares 2. 200,000 options
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	On-market trades

Part 2 – Change of director’s interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of “notifiable interest of a director” should be disclosed in this part.

Detail of contract	
Nature of interest	
Name of registered holder (if issued securities)	
Date of change	
No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed	

Interest acquired	
Interest disposed	
Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation	
Interest after change	