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Company Announcements Office
Australian Securities Exchange

Subsidiary Company Commercial Energy Services Pty Ltd appoints Voluntary Administrator

Pacific Environment Limited (PEL) advises that the board of subsidiary company Commercial Energy Services Pty Ltd (CES) has appointed Michael Hird and Christopher Darin of Worrells Accountants as Voluntary Administrators of CES.

Despite consistent operational trading and support from its banks by way of a factoring facility the decision by CES's bank to withdraw from the invoice factoring market has placed CES in a difficult cash flow position. It would be fair to see this as another example of the growing cautious perspective of lenders on debt.

PEL has done all it can to assist in remedying this without taking an unnecessary risk itself. The appointment of Administrators to CES is not expected to have any material impact on the parent operating entity PEL, nor the other operating entities operated and owned by PEL.

Yours faithfully
PACIFIC ENVIRONMENT LIMITED



Darren Herft
Executive Chairman

ABOUT PACIFIC ENVIRONMENT LIMITED (ASX code: PEH)

Pacific Environment Limited ("PEL" or "the Company") is an environmental consulting and technology company which listed on the Australian Securities Exchange on 6 February 2008 under the ASX code "PEH". PEL provides services in the areas of climate change and energy management; air emissions, air quality and environmental noise measurement; air quality and noise impact modelling and assessment; applied meteorology and climatology; toxicology, and real-time environmental management and forecasting systems. The Company's objective is to expand its environmental consultancy capacity through acquisition of specialist environmental companies and commercialisation of its intellectual property. In addition, PEL will increasingly look to broaden its suite of service offerings to deal with water, ecological and marine issues, and to grow internationally.

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