

22 December 2010

Company Announcements Office
Australian Securities Exchange
10th Floor
20 Bond Street
SYDNEY NSW 2000

ANNOUNCEMENT NUMBER 116

Via: ASX Online

Number of Pages: 1 (including this page)

ASX Code: CCF

Dear Sir

ASX Announcement No. 116 – Senior Debt Facility with Commonwealth Bank of Australia

Carbon Conscious advises that it has secured a \$2.3M senior debt facility with the Commonwealth Bank of Australia (**CBA**).

Under the facility CBA will provide finance for the Company's establishment of mallee eucalypt carbon forest sink plantings. Carbon Conscious establishes carbon forest sinks on behalf of clients and has significant contractual relationships with strong counter parties.

The \$2.3M facility is a principal and interest facility over an 8 year period. The facility provider is secured by way of mortgages on freehold land and charges over the Company.

"We welcome the opportunity to work with CBA who have shown leadership and forethought in the provision of the funding. To our knowledge this debt arrangement is the first such facility negotiated between a carbon sink provider and a main stream lender and again highlights the strength of the CCF business model" said Peter Balsarini, CEO of Carbon Conscious.

The CBA funding announcement follows major deals in 2009 with Origin Energy and BP and more recent deals with Wesfarmers Insurance, as well as Australia's first international AAU trade with Perenia designed for the Australia Government's Carbon Farming initiative.

Carbon Conscious is well placed to further expand its operations in the lead up to a carbon price being introduced in Australia and the expected rapid growth in carbon emitting parties wishing to add a proven, cost effective and environmentally beneficial carbon forest sink plantings in their carbon management portfolio.

For further information please contact:

Peter Balsarini – pbalsarini@carbonconscious.com.au

Yours faithfully



Peter Balsarini
CEO & Executive Director
Carbon Conscious

End