

27 December 2007

Econergy International PLC

Proyecto Eolico Guanacaste joint venture (“PEG”) wind project Update

Econergy International PLC (“Econergy International” or the “Company”), a renewable Independent Power Producer (“IPP”) focused primarily in the Americas, announces that it has executed a Power Purchase Agreement (“PPA”) and has signed a mandate letter with the Nord/LB Group for a debt facility for the PEG wind project in Costa Rica.

As announced in Econergy International’s press release dated 28 August 2007, the Consortium signed an EPK (O&M) agreement with ENERCON to supply, install and fully maintain fifty-five E-44/900 kW wind turbines at the PEG project site.

A 20 year PPA has been finalized with Instituto Costarricense de Electricidad, the national electricity company of Costa Rica. Econergy and its partners in the PEG project, Saret de Costa Rica, S.A. (“Saret”) and Juwi GmbH (together the “Consortium”) will work with the Costa Rican government’s Controlaria in the first quarter of 2008 to approve the PPA.

PEG has also signed a project financing mandate letter to provide non-recourse long-term financing of up to US\$75 million for the project.

Saret, currently a 44.1% shareholder in PEG, has informed Econergy that it does not expect to be able to fund its share of capital contributions to PEG which were expected to be US\$13.5 million in aggregate.

Econergy International had previously entered into a loan with Saret for the principal amount of approximately EUR 1.06 million to assist Saret in funding its share of amounts required by PEG to meet payments under supplier agreements. This loan is secured by a portion of Saret’s shares in PEG representing 6% of PEG but is now in default and Econergy International has the right to foreclose on its security. Assuming foreclosure, the Company would become a 51.9% shareholder of PEG which would give Econergy International a controlling interest in PEG and require it to consolidate PEG’s results in its consolidated financial statements.

The total additional future capital contributions for the project expected to be payable by Saret were to be US\$12 million, which in the short term could be funded by the Company, if so required. Econergy International is now in preliminary discussions with potential investors who may be interested in acquiring the remainder of Saret’s ownership interests in PEG. PEG is expected to be operational by the end of the first quarter of 2009.

--ENDS--

NOTES FOR EDITORS

Econergy International

Econergy International is a renewable Independent Power Producer (IPP) focused primarily in the Americas. The Company's strategy is to develop, build, own and operate renewable power plants as well as optimize clean energy assets that add economic value. Econergy International's Latin American portfolio to date includes the acquisition and development of hydroelectric and wind power projects in Bolivia, Brazil, Mexico, Costa Rica and Chile. In the US, the Company's focus is on generating renewable electricity from biomass resources including agricultural wastes, dedicated energy crops, and municipal solid waste. Other sources of renewable energy are explored according to the Company's investment strategy which is built around delivering the optimal risk adjusted rate of return to shareholders. The Company now has one coal mine methane capture and use project under construction in the US.

In addition to developing renewable power projects, Econergy International is also actively engaged in the carbon markets and provides advisory services, all of which give Econergy International its unique ability to source projects in its core markets.

For further information visit: www.econergy.com

Contacts:

Econergy International PLC

Tom Stoner, Chief Executive
Suzanna Rosenberg, Marketing & Communications
Director

Tel: +1 303 473 9007

Tel: +1 202 822 4980

Dresdner Kleinwort

Angus Kerr

Tel: +44 (0)20 7623 8000

Pelham Public Relations

Chelsea Hayes
Archie Berens

Tel. +44 (0)20 7743 6675

Tel. +44 (0)20 7743 6679

or +44 (0)7802 442486