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Barrels of opportunity

Profiting from the downturn in natural resources

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Hydrodec: A unique renewable oil proposition

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Hydrodec Group plc

a unique renewable oil proposition

Ian Smale, Chief Executive
Chris Ellis, Chief Financial Officer

The basic proposition

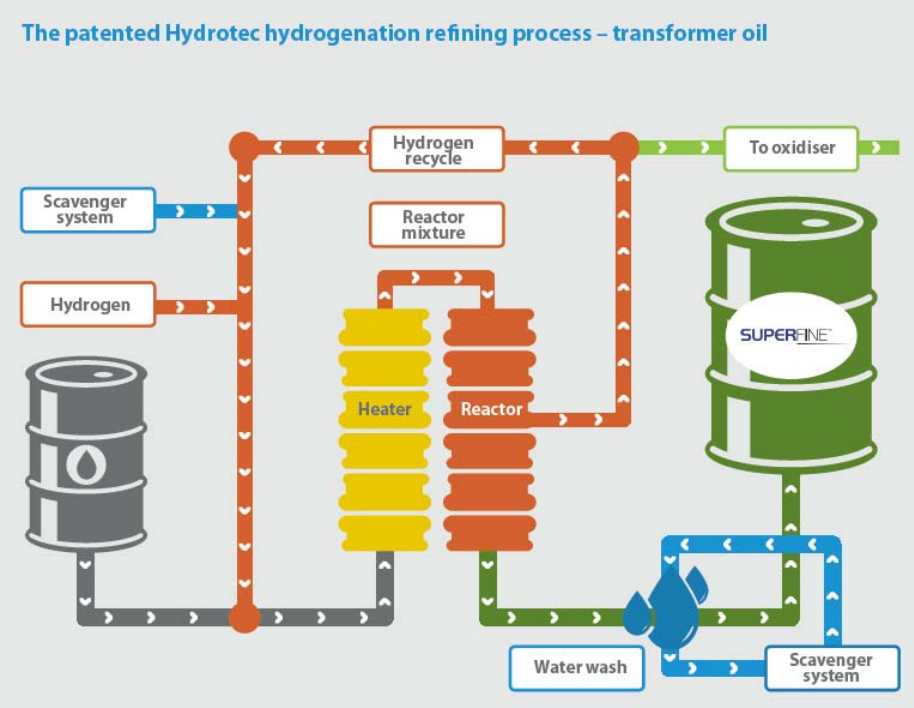
based in proven transformer oil re-refining with real potential for technology-led growth



- We produce new, renewable transformer & base oils as good or better quality than original oil
- Unique industry-leading clean-technology is proprietary, proven and efficient
- Two commercial operations in USA and Australia generate positive cash flow
- Eight consecutive years of revenue growth, now poised for expansion & positive EBITDA
- Planned build-out in US underpinned by feedstock from Strategic Partnership
- Technology development underway offering access to a step change in opportunity
- Newly acquired UK business creates platform for technology-led growth

World-leading clean technology

"simple chemistry and smart process engineering"



- Developed to treat "PCBs" (polychlorinated biphenyls)
- IP protected; secured by operational know-how
- Hydrogenation cleans and restores the hydrocarbon molecule
- "New" renewable oil with semi-synthetic properties
- Approved by regulatory authorities in US, Australia and Japan
- Proof of concept achieved in lubricant oil application

Delivering strategy

targeting outstanding growth and profitability

Clean-technology model with two core revenue streams:

- Equity participation where advantaged
- Royalty income through licencing

Delivering growth and profitability through transformer oil

- Expansion through transformational US strategic partnership
- Access new geographies via partnership, license or acquisition
- Deleverage balance sheet & target positive EBITDA

Creating material future optionality through technology

- Expand proven technology platform; proof of concept achieved
- Extend proven business model; partnership or acquisition to secure feedstock; invest and licence when proven

Re-defining a sector through technology and consolidation

- Ground breaking recovery and quality from technology can transform sector profitability and competitiveness
- Fragmented market offers material options for consolidation

Aiming to deliver outstanding growth and profitability

execution of strategy delivered through a common transaction blueprint

Q2 2013 — Hydrodec of North America

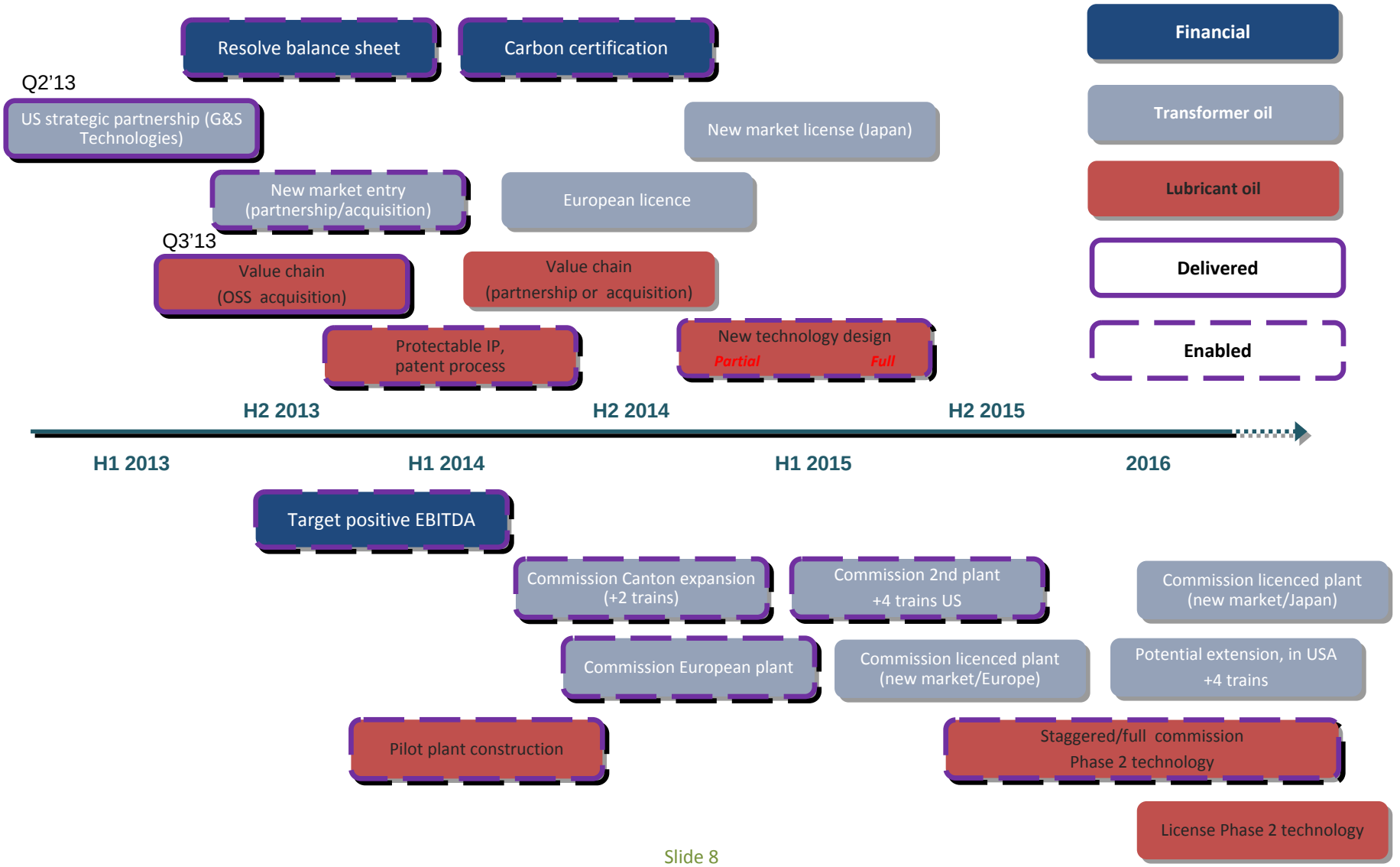
- Creates leading re-refiner of waste and PCB contaminated oil in North America
- Secures feedstock for material growth through value-chain integration
- Alliance of best in class technology and service provision creates compelling, sustainable one-stop offer for customers
- De-risks expansion to 65m litres p.a. (increase of 140%), from 4 processing trains to 10 by 2015
- Establishes a recurring royalty for the technology at 5% of revenues and business model for growth

Q3 2013 — OSS GROUP WASTE SOLUTIONS ~ REFINED

- Access to Europe and key UK market through a leading position in used oil collection and processing
- Access to value-chain and capability creates a platform for SUPERFINE™ re-refining and sales
- Accelerates development and commercialisation of Hydrodec's new lubricant technology
- Secures feedstock for lubricant re-refining in UK
- Creates options for consolidation into Europe

Developing a clear roadmap to value

has the potential for compelling double digit growth and returns



What's not to like..?

Can a renewable oil company deliver a green dividend? We believe so…

Methodologies* being developed to verify carbon footprint:

- The expanded US business would save 200,000** tonnes CO2-e per annum; worth US$2m in California today, deliverable 2015;
- Target 500,000 tonnes by 2016
- Substantial upside not factored into business plans or economics - *a genuine green dividend.*

** United Nations Framework Convention for Climate Change / US Carbon Offset programme*
*** US EPA equivalence calculator based on all processed oil re-sold as new oil*

Appendices

Hierarchy of resource sustainability

- Regeneration
  - the act or process of regenerating or the state of being regenerated; rebirth or renewal
- Re-cycling
  - to extract and reuse (useful substances found in waste)
- Re-refining
  - to free (as metal, sugar, or oil) from impurities or unwanted material

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