

30 September 2016

Company Announcements Office Australian Securities Exchange

Annual Report and Preliminary Final Report (Appendix 4E)

Aeris Environmental Ltd (ASX:AEI) (Aeris or the Company) refers to ASX Listing Rule 4.3D and advises that, in finalising the Company's 2016 Annual Report, Aeris became aware of a circumstance that materially affected the results contained in the Preliminary Final Report (Appendix 4E) released to ASX on 31 August 2016. In September 2016, the Company received a research and development (R&D) taxation credit from the Australian Taxation Office of \$352,000 in relation to the 30 June 2015 year-end R&D expenditure claim, which was lodged in the 2015-16 financial year. Because this tax refund relates to the 2015-16 financial year, it is an adjusting event, as defined by AASB 110 – Events after the Reporting Period and therefore has to be accounted for in the 2015-16 financial year.

Accordingly, the Company's total comprehensive loss for the year in the Preliminary Final Report of \$2,425,000 has been reduced to \$2,073,000 in the 2016 Annual Report.

Aeris Environmental Ltd

Robert J Waring Company Secretary

