



February 1, 2010

Attention: Public Announcements Officer
Australian Securities Exchange
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Appointment of Dr Francis Lung to the Board of Hydrotech

We are very pleased to announce that Dr Francis Lung has agreed to join the Board of Hydrotech from today's date.

Dr Lung is currently the Chairman and CEO of LX1 Technology Limited (a company registered in Hong Kong), developing data and knowledge management solutions for companies. Before joining LX1, Dr Lung had spent over 22 years in the infrastructure and utility industries. Dr Lung previously had developed power projects at PowerGen (UK) and Duke Energy (US) during 1989-1997. After that, he joined Shell to develop business opportunities relating to natural gas fired power stations, gas pipelines and LNG receiving terminals and transportation projects. In 2004, he led the value chain development of the LNG liquefaction, transportation, re-gasification and natural gas sale project from the Asia Pacific region to North America West Coast.

Dr Lung joined the Hong Kong railway company, MTR, in 2005 as the China and International Business Director, leading the effort of MTR in international project and consultancy development. Besides the Beijing Line 4 Metro, Shenzhen Line 4 Metro and Shenyang Metro Projects in China, he successfully led MTR in winning the London Overground and Stockholm Metro projects. In addition, he built up a railway consultancy portfolio for MTR in over 23 cities in the world including Mainland China, Taiwan, Thailand, Dubai, India, Britain, Holland, Australia and South America.

Dr Lung holds various qualifications including a BSc(Eng) (Engineering, University of Hong Kong), a PhD (Engineering, University of Leeds), a LLB (Law, University of London), and a MSc (Mgmt) (Management, University of Southampton). Dr Lung is also a Barrister, UK (non-practicing) and a Member of Inner Temple, UK.

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Dr Lung spends a lot of his time in helping the community. He is a special member of Tianjin Municipal Committee of Chinese People's Political Consultative Conference, Managing Director of All-China Federation of Commerce and Industry's China Urban Infrastructural Investment Fund Co Ltd, Member of the Hong Kong University Mechanical Engineering Advisory Council and the Director of the Hong Kong Sheng Kung Hui MacLehose Centre. MacLehose Centre is a social welfare and services centre managed by the Anglican Church.

Dr Lung has a wealth of experience and qualifications which will definitely add particular value to the Hydrotech Board, and we look forward to a long association with him.

A handwritten signature in black ink, appearing to read 'Philip Gray', with a stylized flourish at the end.

Philip Gray
Chairman