

13 May 2008

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000


Dear Sir

ADE investment not proceeding

On the 26th November 2007, PEV announced a conditional agreement to invest into industrial minerals company, Australian Diatomaceous Earth Pty Ltd ("ADE"), subject to due diligence and various approvals.

PEV now advises that it will not be proceeding with this investment.

Yours faithfully



Kevin Mischewski
Company Secretary