

Hythane Company LLC

Hythane® Tomorrow's low cost, low emission fuel today

October 2006



Hythane Company LLC

A wholly owned susidiary of Eden Energy Ltd **PRODUCTS**

Hythane® technology- a mixture of natural gas & hydrogen

Hythane® - production and dispensing equipment **Cryogenic technology** - fuel storage/pipes/valves

- •14,000 sq. ft. R & D Facility in Littleton, Colorado
- •World class team of employees and consultants
- Patents/ trademarks



- Frank Lynch- invented Hythane, 35 years H2 experience
- **Dr Tom Flynn-** 50 years NASA related H2 projects -wrote leading texts on crygenic engineering
- **Dr Bob Rudland-** 30 years experience in H2 in aerospace
- **Dr Glen McIntosh-** 50 years NASA H2 fabrication expert
- **Greg Egan-** 25 years experience in H2
- **Roger Marmaro-** co-invented Hythane-15 years
- Justin Fulton- leading gas combustion engineer
- **Steve Hensley** 25+ years in cryogenics



Patents and Trademarks

- Hythane® Patent- USA (granted)
- Cryogenic Storage Tank- Worldwide (application)
- Portable Superconducting Battery- Worldwide(application)
- Cryogenic Hythane (LNG/H2)- Worldwide (application)
- Hythane

 ® Operating System- Worldwide (application)
- Hythane ®Trademark-USA, Canada, Australia(granted)

- India, China, Singapore(application)

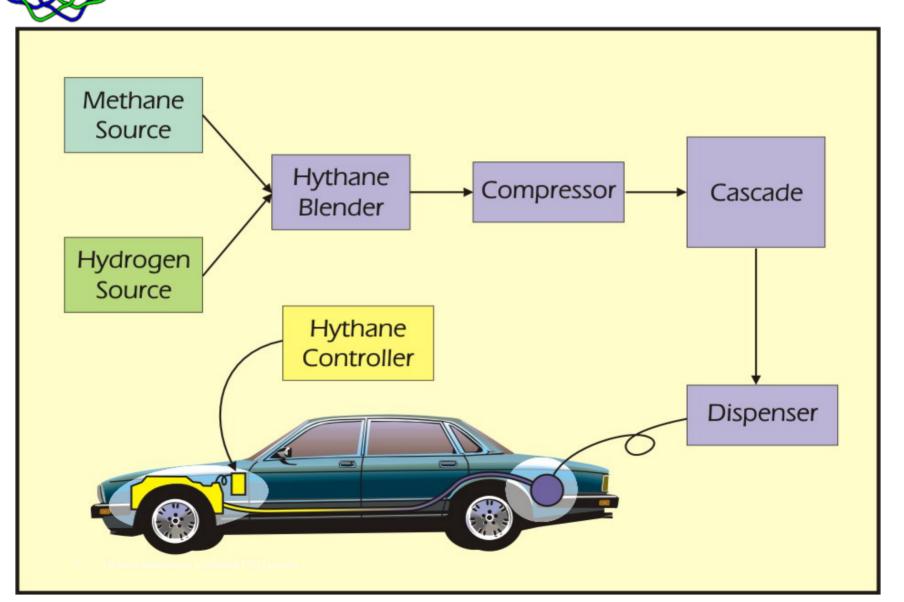
Further patents under development



Hythane®-the transition fuel

- Low cost technology proven over 15 years
- Uses existing Natural Gas/H2 infrastructure
- 5-7% by Energy H2/Natural gas (no high purity required -can use waste H2 streams)
- 50% NOx reduction compared with NG
- Suitable for CNG / LNG/Dual fuel

Hythane[®] Operating System











LNG Vehicles in California

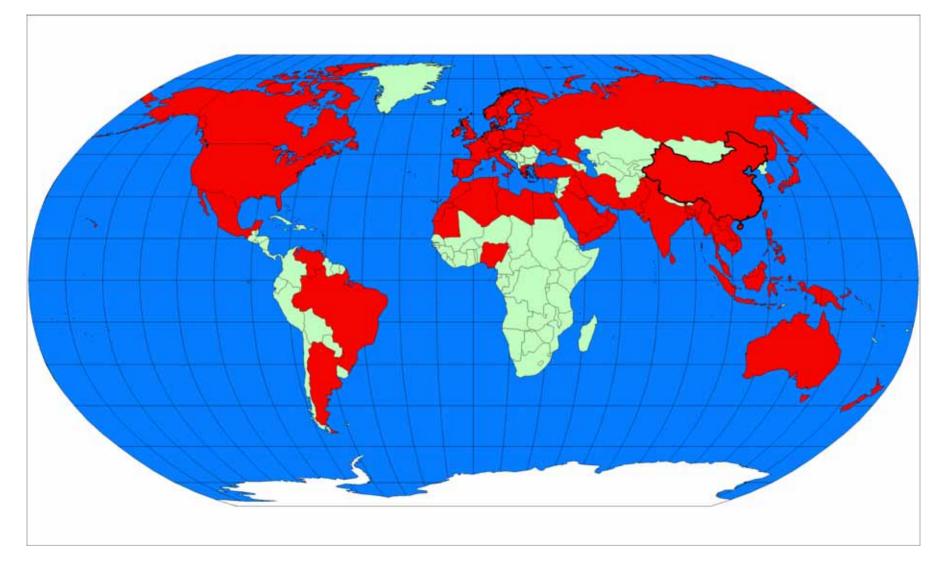
LA/DOE Clean Corridor Project





Target markets for Hythane®

All Natural Gas Markets





Factors driving transition to Hydrogen

- Peak in global oil production/ oil prices
- Concern over dependence on Middle East oil
- Concern over global climate change / warming
- New emission standards- US/ Europe
- Local Air Pollution- NOx

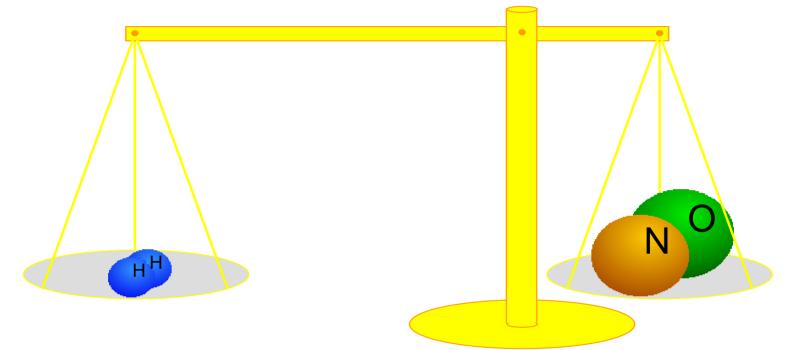


Reasons to use Hythane®

- Immediately available- fully developed
- Reduces NOx by 50%
- Uses existing Natural Gas, H2 infrastructure
- Low capital and operating costs
- Cheapest way to meet new emission standards
- Suitable for CNG / LNG / Dual fuel
- Minimal loss of range only 5-7% H2 (by energy)



Hythane®- leveraged use of hydrogen



5-7% hydrogen(by energy)= 50% NOx reduction

Hythane®reduces NOx by 7+ times more than if used as pure H2



Suitable Hydrogen Sources

•Production from Natural Gas reformation

• Electrolysis

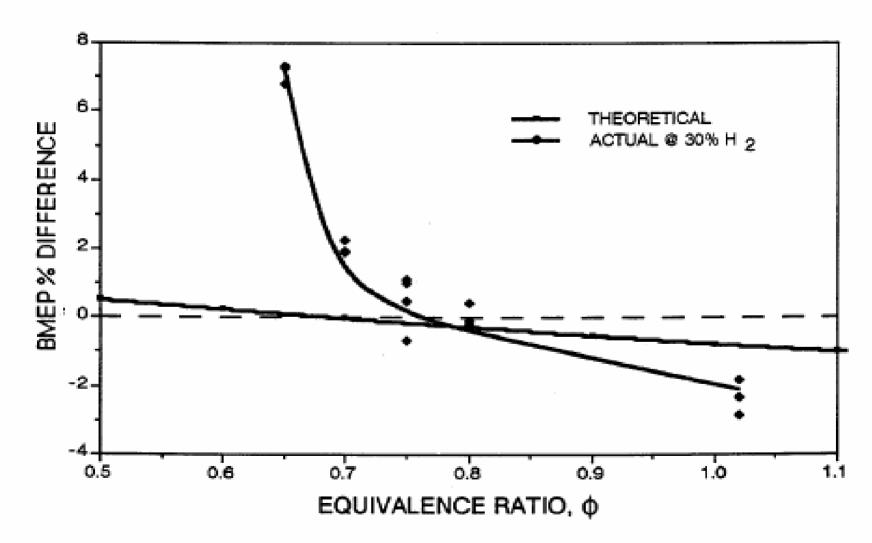
•Industrial Waste H2 streams

(eg Steel mills, Chlor-Alkali and Glass Plants)

Low purity (90% +) H2 suitable for Hythane \mathbb{B}



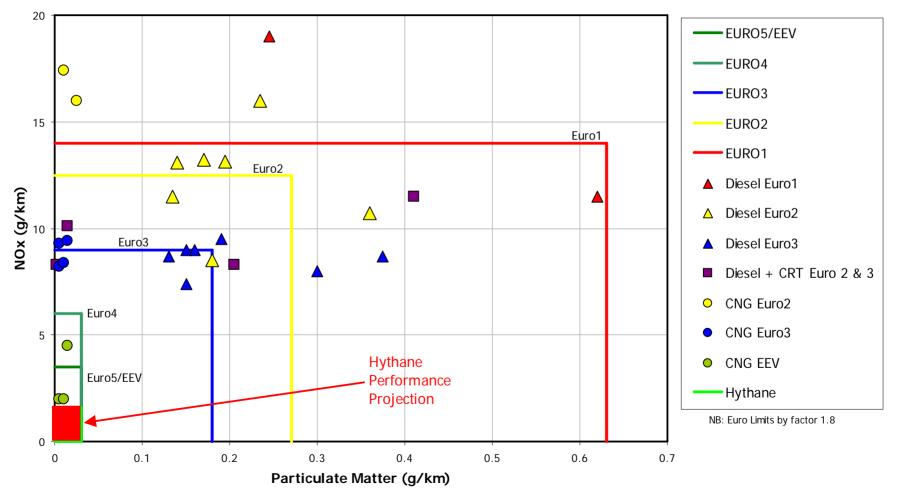
Effect of Hydrogen Addition Near Lean Limit





Hythane® meets Euro 1 - 5

NO_x & PM emissions over the Braunschweig city bus cycle





Hythane® Projects

- 1990 HCI-pickup truck
- 1992 Denver -3 light truck comparison project
- 1995-96 Montréal -2 bus pilot project
- 2002-04 Palm Springs, California-4 bus pilot project
- 2005 China -Yuchai engine conversion
- 2006-07 Projects planned- USA, India, Australia

Hythane® Bus Projects







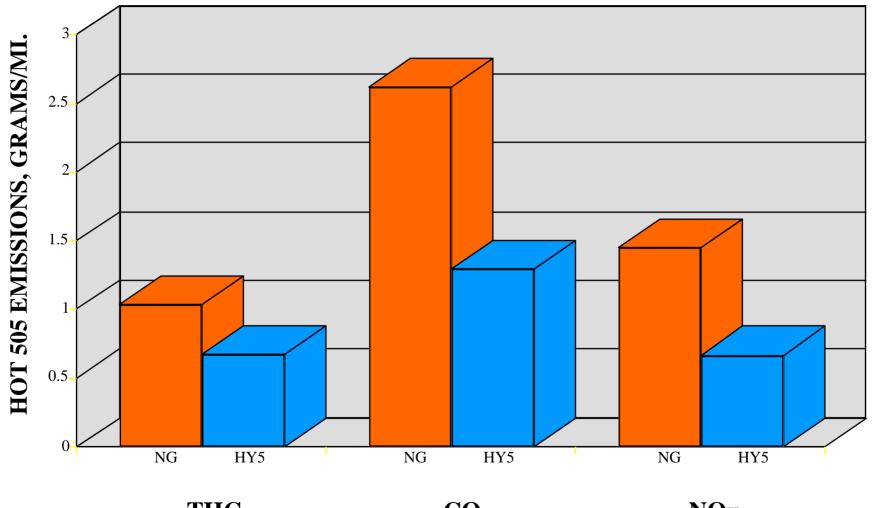
DENVER HYTHANE® PROJECT 1993



5 energy % H₂ in CNG

Two-test averages from Denver Hythane® Project.

Courtesy of Colorado Department of Health, March 1993.



THCCONOx50% Reductions in CO and NOx, 5% H_2 : Leverage Factor = 10!



3 interdependent parameters in adjusting a lean burn CNG engine for Hythane®. Changing any one affects the others .



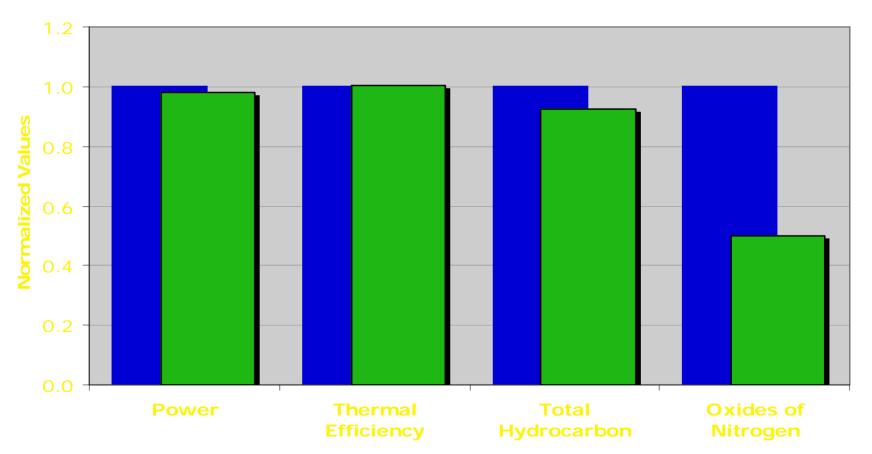
- Objective
 Reduce NOx
 Reduce NMHC
- Increase Efficiency



Yuchai Hythane® Engine Data

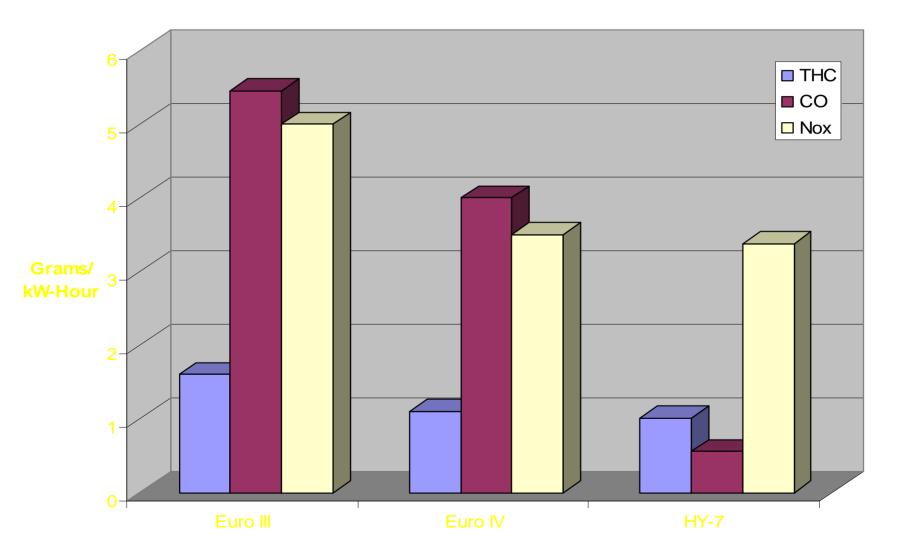
Yuchai YC6G260N Emissions Results European Stationary Cycle

■]CNG [baseline ■]Hythane [7% H2 by energy





Yuchai Euro IV Hythane® Emissions





USA Hythane® Marketing Progress

•Californian ARB proposal to approve Hythane ® as Near

Zero Emission Fuel under new emission standards

- First DOE contract for Hythane®/ hydrogen engines
- •MOUs for several major demonstration projects signed/

under negotiation in California and NE USA

•Growing interest from all relevant parties



- •Aim- to convert CNG bus fleets to Hythane®
 - to convert CNG taxis, autorickshaws to Hythane®
 - to target fleet truck operations -CNG / Dual Fuel
- •Agreement for first Hythane® engine conversion
- •Hythane® demonstration project planned for Q1 2007
- Strong Central Government for Hythane®
- •Government Blue Sky Project- 11 cities



Australian Hythane® Marketing Progress

•Interest in major Hythane ® bus demonstration

project in Perth to use H2 infrastructure

• Interest in developing Hythane ® for:

LNG / Dual Fuel

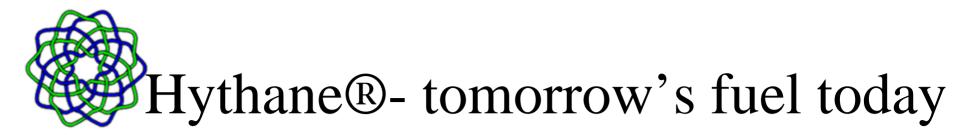
locomotives

gas turbines



Chinese Hythane® Marketing Progress

- 6 MOUs signed in 2005
- Yuchai engine conversion- Euro IV achieved
- Preliminary Approval for 16 City Clean Air Program
- Interest from Controller, Engine and Bus Manufacturers
- Central Government and Academic Support
- Demonstration Projects planned for 2007



- •Proven / immediately available / trials commencing
- •Ultra low emission -50% NOx reduction
- •Cost effective way to meet new emission standards
- Uses Natural Gas/ H2 infrastructure- low cost
- •5-7% H2 by energy- efficient storage/ leveraged use of H2
- •90% + purity H2 suitable- eg industrial waste streams
- •CNG / LNG / Dual Fuel compatible