

Monday, January 07, 2008

## **CONVERTIBLE BOND TO INVEST UP TO €40 MILLION EQUITY AVAILABLE TO FUND CONSTRUCTION OF THE FIRST FACTORY OF GENESIS ENERGY**

Genesis Energy Investment Plc. has entered into an agreement with GEM Global Yield Fund to issue Convertible Bonds allowing Genesis Energy Investment Plc. to unilaterally call for the conversion, subject to conversion conditions. Under the agreement, GEM Global Yield Fund is obliged to subscribe to new shares to be issued by Genesis Energy Investment Plc. Upon the moment that the company triggers the conversion of the bond into maximum 3.500 000 shares of Genesis Energy Investment Plc., GEM is committed to invest up to 40.000.000 EURO whereby the share price is calculated as per a certain formula. Genesis Energy Investment Plc. under certain limitations controls the amount and timing of the investment. Since the timing of the draw down is entirely at the discretion of Genesis Energy Investment Plc., the shareholders may benefit from a possible future increase in share value, allowing the company to issue less shares. The minimum conversion price is 11.43 EURO per share.

Genesis Energy Investment Plc. intends to use these funds to construct its first production facility in Spain. The company will call for an extraordinary general assembly soon to vote for the issuance of the convertible bonds and the conditional increase of capital.

### About GEM Group

GEM Group was founded in 1993 and is a US-based private equity group with offices in New York, London and Beijing. GEM Group has completed over 205 transactions in 29 different countries. As a private US\$ 2.7 Billion investment group, GEM Group specializes in controlled, minority and public market investing. The scope of GEM Group's activities is both US domestic and international and spans a diverse array of industries, including gas and oil. Each capital lending investment is typically made in exchange for common or preferred equity. GEM Group often provides all funding or serves as a lead investor.

For more information, please visit [www.gemny.com](http://www.gemny.com)

Genesis Energy is active in setting up initially three solar panel production facilities and is listed on the stock exchange market of the Budapest Stock Exchange and quoted on several exchanges in Germany.

For more information, please visit [www.genesisenergy.eu](http://www.genesisenergy.eu)