



ASX/MEDIA RELEASE

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Ecoquest update on commercial negotiations and funding

EcoQuest (ASX: ECQ) is pleased to announce that it is in negotiations with a number of major retail chains to supply its Little Takas brand of eco friendly nappies and wipes.

EcoQuest's products have enhanced sustainable content and higher total product biodegradability than major competitors.

EcoQuest intends to raise new equity capital in the near future to fund the accelerated commercialisation of these products and for general working capital purposes.

In addition, the Company advises that it has commissioned an in depth market research report from Pegasus Securities. A copy of this report is available at www.ecoquestltd.com.

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About EcoQuest

EcoQuest Limited (ASX: ECQ) is a globally focused clean technology business based in Perth, Western Australia, and is listed on the Australian Securities Exchange (ASX: ECQ) and traded on the German Third Market.

EcoQuest is focused on developing and applying the latest technologies to create products with improved environmental benefits, but still maintaining excellent consumer performance.

The first product in the EcoQuest range is a 90 per cent biodegradable disposable nappy, called *Little Takas*, designed for composting, which combines all the performance benefits of current market leading nappies with additional benefits for babies and our environment.

EcoQuest nappies have been tested in accordance with Australian Standard AS4736-2006 Biodegradable Plastics. At the conclusion of six months independent scientific testing, the nappies achieved 90 per cent of the maximum theoretical value for biodegradation.

A rigorous program of independent consumer testing of the new nappy with mothers and their babies has now also been completed, with strong results. It has already received strong interest from potential commercial customers throughout the world.

EcoQuest's intellectual property is focused on non-woven disposable products. Further products in planning include biodegradable disposal nappy sacks and incontinence products.

For more information about EcoQuest visit its corporate website at www.ecoquestltd.com.

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