



Announcement

23 February 2005

SKM to prepare Manufacturing Plant Project Plan

Ceramic Fuel Cells Limited (ASX code CFU) has engaged international consulting company, Sinclair Knight Merz (SKM) to produce architectural plans, plant layout, costings and a project schedule for a volume fuel cell manufacturing plant. CFCL expects the plant to produce CFCL fuel cells, and, potentially, components for other fuel cell developers.

As outlined to shareholders in the Prospectus in May 2004, part of CFCL's long-term strategy for commercialising its fuel cell technology is to establish volume fuel cell production in Western Europe.

In September 2004 CFCL engaged Ceram Research Ltd to advise on high-level design of the plant, using Ceram's particular expertise in the ceramics industry. CFCL is now moving to the next stage by retaining SKM, who have broad international experience as technical consultants, engineers and designers and project managers.

"SKM's Report will provide the necessary next level of documentation for this volume production plant and will build upon the design work recently performed by Ceram" said Julian Dinsdale, CFCL Executive Chairman.

CFCL expects to use the SKM Project Plan and Feasibility Study in conjunction with ongoing discussions with prospective partners and financiers.

CFCL plans to sell its fuel cell stacks for incorporation into consumer products such as micro-CHP units (combined heat and power).

CFCL looks forward to receiving the SKM report in April 2005.

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Ceramic Fuel Cells Ltd (CFCL) is a publicly listed company (ASX code CFU) and world leader in development of energy fuel cells using natural gas. CFCL's fuel cells have potential to meet significant market demand in Europe, UK and Asia for clean, efficient, green and reliable electricity for use on site and sale back into the power grid.

With 100 skilled staff and 28 patents for its unique product design and intellectual property, CFCL is pursuing partnerships for manufacture, production and use of its fuel cells in delivering electricity in homes, offices and industry around the world.

For further information on the company and for related images, contact:

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