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The Manager

Company Announcements Office

Australian Stock Exchange Limited

CAPITAL RAISING

BluGlass Limited (ASX : BLG) wishes to announce that it has received capital raising commitments from existing shareholders, institutional and sophisticated investors to raise a total of up to \$4.247 million (Capital Raising), before costs.

The Capital Raising has been undertaken by boutique corporate adviser, Lodge Corporate Pty Ltd and is being made pursuant to the Company's 15% placement capability. The Capital Raising will consist of the issue of up to 24,984,445 Shares at an issue price of \$0.17 per share. The Company expects to complete the share placement within 5 business days.

BluGlass directors and senior management have committed to participating in the capital raising, subject to shareholder approval, for an amount of up to \$220,000. Shareholder approval for the directors' participation in the Capital Raising will be sought at the Company's 2009 Annual General Meeting.

The new funds will be used to expand the company's research, development and commercialisation of its Remote Plasma Chemical Vapour Deposition (RPCVD) technology for LED and solar cell applications.

Giles Bourne, BluGlass CEO said "This program secures a valuable source of funds at an exciting stage of our commercialisation. BluGlass will use this new funding to bolster the development of our patented technology by allowing us to commission additional equipment and engineers to further fast track our dual market exploration.

This new funding follows several announcements from the Australian green technology company. BluGlass recently announced that it intends to expand its market potential with the exploration of high efficiency group III nitride solar cells as a supplementary market for its Remote Plasma Chemical Vapour Deposition (RPCVD) technology; alongside the signing of a term sheet for an Exclusive Sales and Marketing License to BLK Co., Ltd of Korea (BLK).

About BluGlass: BluGlass Limited is an Australian green technology company developed to commercialise a breakthrough in the Semiconductor Industry. BluGlass has invented a new process using Remote Plasma Chemical Vapour Deposition (RPCVD) to grow semiconductor materials such as gallium nitride (GaN) and indium gallium nitride (InGaN), crucial to the production of high efficiency devices such as next generation lighting technology Light Emitting Diodes (LEDs) with significant low cost potential. BluGlass, through its subsidiary, BluSolar is now exploring the process's viability in photovoltaic (solar) applications. The BluGlass process is a low temperature and low cost technology with the potential for inherent scalability.

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