



FOR IMMEDIATE RELEASE
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Carbon Friendly Executes Agreement with Orica, to Acquire 100% Ownership of MicroCoal Inc.

Vancouver, BC, Canada — December 5, 2012 — Carbon Friendly Solutions Inc. (CNSX: CFQ) (“CFS” or the “Company”) is pleased to announce that it has achieved a significant milestone by successfully concluding negotiations and entering into a final agreement with Orica US Services Inc. (“Orica”) to acquire 100% ownership of MicroCoal Inc. (“MCI”) (the “Agreement”).

The significance of this Agreement are as follows:

- i. The Company pays Orica \$100,000 USD (paid November 30, 2012);
- ii. Orica transfers all of its remaining MCI shares by January 5, 2013;
- iii. All Orica Directors and Management resign from the MCI Board of Directors; and
- iv. All other terms remain essentially the same as per the Amending Agreement dated May 17, 2012.

On January 5, 2013, CFS will be the sole shareholder and owner of MCI and all its assets.

Slawek Smulewicz, CEO and Director of the Company, states: “With 100% ownership of MicroCoal Inc., and its patented technology, CFS will be able to dedicate its efforts towards facilitating commercialization and deployment of MicroCoal in the US and key international markets. This revolutionary technology has already attracted significant interest from leading global utilities, who are looking to this technology to improve economic, operational, and environmental performance.”

About Carbon Friendly Solutions

Carbon Friendly Solutions Inc., through its subsidiaries MicroCoal Inc. (Denver, CO, USA), Global CO2 Reduction Inc. (Vancouver, BC) and Carbiopol S.A. (Lezajsk, Poland), is focused on the development of clean energy technology, renewable energy and forestry projects.

About MicroCoal Inc.

MCI has spent four years developing an internationally proven and patented process to convert low rank (low BTU) coal to more expensive high rank (high BTU) coal. Potential cost savings for power plants that adopt this technology varies depending upon fuel types, capacity, and local conditions.

About Orica Limited

Headquartered in Melbourne, Australia, Orica is a global publicly listed company (ORI) with over 14,000 employees worldwide, based in offices in over 50 countries.

On behalf of the Board of Directors

Carbon Friendly Solutions Inc.

“Slawek Smulewicz”

CEO and Director

Forward Looking Statements

Certain statements included in this News Release contain forward-looking statements, including disclosure concerning possible or assumed future results of operations of the Company. Forward-looking statements typically are preceded by, followed by or include the words – “believes”, “expects”, “anticipates”, “estimates”, “intends”, “plans”, or similar expressions. Forward-looking statements are not guarantees of future performance. They involve risks, uncertainties and assumptions, and the Company’s results could differ materially from those anticipated in these forward-looking statements. Neither CNSX nor its Regulation Services Provider (as that term is defined in the policies of the CNSX) accepts responsibility for the adequacy or accuracy of the release.

We seek safe harbor.

please contact:

Slawek Smulewicz

CEO and Director,

Carbon Friendly Solutions Inc.

Telephone: (604) 676 9792

E-mail: info@carbonfriendly.com