

Steinar Kolsnes
E-mail: steinar@biofuel.no
Fax.:

Oslo, 2 November 2007

Re.: Allocation in the Private Placement in Biofuel AS.

We refer to your subscription in connection with the private placement of shares in Biofuel AS.

Your allocation is as follows:

VPS account no.:	Number of shares:	Price per share :	Total amount:
115400123382	166667	NOK 6,00	NOK 1000002

Please transfer the amount of NOK 1000002 on or before 7 November 2007 12:00 CET to First Securities ASA following the payment instructions below.

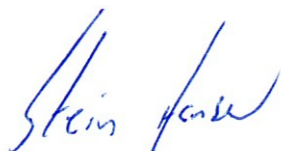
Payment instructions:

Bank: Swedbank Oslo
SWIFT: SWEDNOKKXXX
Account no.: 1430.05.03595
Account holder: First Securities ASA
IBAN: NO07 1430 0503 595

The Board of Directors of Biofuel AS and First Securities ASA retains the right to cancel the subscription, or to sell the allocated shares at the subscriber's risk and expense if payment is not made as instructed. Late payments will be charged a statutory interest of 11,50% p.a.

The allocated shares may not be transferred, sold or otherwise disposed of until they have been fully paid for and registered on each subscriber's VPS account. The shares will be transferred to your VPS account as soon as the private placement has been fully paid and registered.

Sincerely
First Securities ASA



Stein Hansen
Director - Corporate Finance