

29th August 2022

ASX Limited

Company Announcements Platform

FY2022 Statutory Results

Genex Power Limited (**ASX: GNX**) (**Genex** or the **Company**) is pleased to provide the following update on the Company's performance for the 2022 financial year (**FY2022** or the **Period**), a period of significant advancement of our flagship Kidston Pumped Storage Hydro Project (**K2-Hydro**) and the commencement of construction of the Bouldercombe Battery Project (**BPP**), our first large scale battery project. The development of these projects, coupled with our existing 50MW Kidston Solar Project (**KS1**) and 50MW Jemalong Solar Project (**JSP**) positions the Company as an increasingly important player in the renewable energy generation and storage markets in Australia.

FY2022 FINANCIAL HIGHLIGHTS

- Total generation of 223,517MWh, a 68% increase on the prior period (FY2021: 132,853MWh);
- Full year FY2022 revenue from JSP and KS1 of \$27.2M¹ and net operating cash flow of \$4.0M represents record revenues for Genex and the first full year of positive operating cash flow in the Company's history;
- Strong electricity and Large-scale Generation Certificate (**LGC**) prices, particularly in the second half of the Period contributed to record revenue for the Period;
- Underlying EBITDA of \$13.8M (up 667% vs FY2021);
- During the Period, the Company achieved financial close for the BPP, including the signing of a Supply Agreement and an Autobidder Offtake Agreement with Tesla Motors Australia Pty Ltd (**Tesla**);
- To support financial close for the BPP, the Company secured a \$35M debt facility, and completed a \$40M placement and a \$7M Share Purchase Plan (**SPP**) during the Period;
- Genex, alongside its joint venture partner Electric Power Development Co. Ltd (**J-POWER**), continued to advance the development of the 200MW Kidston Stage 3 Wind Project (**K3-Wind**), executing a Joint Development Agreement during the Period;

¹ Comprises \$24.8M generation revenue from KS1 and JSP, \$0.9M ARENA grant, \$0.9M Beon settlement and \$0.6M other income.

- Genex executed a new Subordinated Loan Agreement with Infradebt Pty Ltd (**Infradebt**) to undertake a refinancing of the existing subordinated debt facility for KS1 and JSP; and
- Genex finished FY2022 in a strong cash position, with cash at bank of \$62.9M as of 30 June 2022.

12 MONTHS ENDING	30 JUNE 2022 (\$M)	30 JUNE 2021 (\$M)	% CHANGE
Total Revenue	27.2 ²	21.7	26%
Underlying Revenue	27.2	13.8	97%
EBITDA	13.8	(6.8)	N/A
Underlying EBITDA	13.8	1.8	667%
Net Loss After Tax	4.1	18.7	-78%
Cash at Bank	62.9	45.4	39%

OUTLOOK

At the end of the Period, Genex remained in a strong position to deliver on its growth ambitions. The Company's projects are positioned to deliver clean, renewable electricity that will help Australia meet its renewable energy targets. The increasing impact of intermittent electricity generation capacity on energy prices highlights the need for large scale storage infrastructure such as K2-Hydro and the BBP. The Company's objectives for FY2023 are the continued delivery and growth of its portfolio, with a specific focus on:

- Safe and successful delivery of BBP with the project expected to be operational in early FY2024;
- Safe and successful delivery of the K2-Hydro project, which remains on schedule and within budget for energisation in H2 CY2024;
- Progression of our K3-Wind project, with activities centred on finalising planning approvals, procurement, offtake and project financing activities; and
- Commencement of development activities for the up to 2GW, multi-stage Bulli Creek Battery and Solar Project which was acquired in August 2022, with an initial first stage battery energy storage system of a proposed 400MW/1,600MWh to be prioritised, alongside securing a joint development partner for the project.

² Comprises \$24.8M generation revenue from KS1 and JSP, \$0.9M ARENA grant, \$0.9M Beon settlement and \$0.6M other income

Commenting on the FY2022 financial results, Genex CEO, James Harding said:

“In the past 12 months the Company has progressed and delivered on a number of major milestones across our diversified portfolio of renewable energy and storage projects. FY2022 saw the Company generate record revenue from our renewable energy assets as they benefited from the increasing pricing dynamic on Australia’s eastern seaboard. Importantly Genex delivered our first year of positive operating cashflow, reflecting the increasing scale and value of our growing portfolio.

Work continues at our flagship Kidston Pumped Storage Hydro Project with ongoing progress on the underground works for the Main Access Tunnel and the commencement of bulk earthworks for the Wises Dam. The team remains focussed on the successful delivery of the project and importantly, it remains on time and within budget at year-end.

At Bouldercombe, the Company’s first large scale battery energy storage system project, on-site construction activities are scheduled to commence in August 2022, and the project remains on track for first generation by mid CY2023.

Our development focus has also turned toward the Kidston Stage 3 Wind Project which is the next stage of the Kidston Clean Energy Hub. During the period we formalised a Joint Development Agreement with our partner, J-POWER, which included a further \$3M in committed funding for the project development activities. The project continues to progress in accordance with its development timeline, targeting a final investment decision in 2H CY2023.

Finally, subsequent to period-end, we announced the acquisition of the up to 2GW multi-stage Bulli Creek Battery and Solar Project in south-east Queensland. This represents a significant growth opportunity for the business, with prioritisation of a first stage 400MW/1,600MWh battery energy storage system.

As we enter FY2023, we will continue to focus on the safe delivery of our construction projects, look to advance our large-scale battery strategy via Bulli Creek and further our activities on our unique wind resource at Kidston, while continuing to use our prominent position in the industry to secure further growth opportunities for the portfolio.”

This announcement should be read in conjunction with the Company’s Appendix 4E and Financial Statements for the year ended 30 June 2022.

This announcement was approved by the Board of Genex Power Limited.

FOR MORE INFORMATION ABOUT THIS ANNOUNCEMENT:

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About Genex Power Limited

Genex Power Limited has a portfolio of more than \$1 billion of renewable energy generation and storage projects across Australia. The Company's flagship Kidston Clean Energy Hub, located in north Queensland, will integrate large-scale solar generation with pumped storage hydro. The Kidston Clean Energy Hub is comprised of the operating 50MW stage 1 Solar Project (**KS1**) and the 250MW Kidston Pumped Storage Hydro Project (**K2-Hydro**) with potential for further multi-stage wind and solar projects. The 50MW Jemalong Solar Project (**JSP**) is located in NSW and provides geographical diversification to Genex's portfolio. JSP was energised in December 2020 and is now fully operational. Genex's first battery energy storage system, the 50MW/100MWh Bouldercombe Battery Project (**BBP**) located in Central Queensland achieved contractual close in February 2022 and is scheduled to commence operation in mid CY2023. With up to 2,470MW of renewable energy and storage projects in the Company's development pipeline, Genex is well placed in its strategy to become a leading renewable energy and storage company in Australia.

Genex continues to acknowledge the support of key Federal and State Government stakeholders such as the Australian Renewable Energy Agency (**ARENA**), the Northern Australia Infrastructure Facility (**NAIF**), the Clean Energy Finance Corporation (**CEFC**) and the Queensland State Government.