

8 December 2016

Company Announcements Office
Australian Securities Exchange

Via: Electronic Lodgement

**GENEX ANNOUNCES SUCCESSFUL CAPITAL RAISING OF \$9.9M TO ADVANCE
THE KIDSTON SOLAR PROJECT AND ANNOUNCES SHARE PURCHASE PLAN**

Genex Power Limited (**ASX: GNX, Genex or Company**) is pleased to announce the successful completion of a Share Placement (**Placement**) of 45,067,187 new Fully Paid Ordinary Shares (**Shares**) to both existing and new sophisticated and institutional shareholders to advance the Company's 50MW first phase of Genex's Kidston Solar Project (**Project**) in North Queensland.

The Placement was significantly oversubscribed and closed early as a result.

The shares under the Placement will be issued at a price of \$0.22 per Share, with Canaccord Genuity (Australia) Limited and Morgans Corporate Limited acting as Joint Lead Managers to the Placement.

The funds from the Placement will predominantly be used for:

- The development of the 50MW Kidston Solar Project;
- Advancing development of the Kidston Pumped Storage Hydro Project; and
- Working capital and costs associated with the Placement

Details of Placement

Pursuant to the terms of the Placement, the Company has agreed to issue approximately 45.1 million Shares in the Company at an issue price of \$0.22 per share to raise approximately \$9.9m before costs. The Shares were placed to institutional and sophisticated investors. Completion of the Placement is expected to occur 14 December 2016, with trading of the new Shares expected to occur on 15 December 2016.

Shareholder approval is not required as the Placement comes within the Company's existing capacity pursuant to ASX listing rules 7.1 and 7.1A. All shares issued under the Placement will rank pari passu with existing shares on issue.

Share Purchase Plan (SPP)

Given the strong take up in the Placement, the Company has resolved to undertake a SPP to allow eligible shareholders to participate in the raising.

Existing eligible shareholders on the register as at the record date of 6.00 pm (Sydney time) on 7 December 2016 (Record Date) will be eligible to participate in the SPP to subscribe for up to \$15,000 of shares per shareholder at the same price as the Placement, subject to the minimum pricing requirements under the ASX Listing Rules.

Further information in relation to the SPP, including SPP terms and conditions, are outlined in the SPP offer booklet which will be dispatched to eligible shareholders on or around 15 December 2016. Genex Power Limited reserves the right to vary the SPP offer details without notice.

An indicative timetable for the Share Purchase Plan follows:

Record date for SPP	6.00pm, Wednesday 7 December 2016
SPP letter despatched to securityholders	Thursday, 15 December 2016
SPP opening date	Thursday, 15 December 2016
SPP closing date	Tuesday, 10 January 2017
Allotment of New Shares issued under the SPP	Wednesday, 18 January 2017
ASX quotation of New Shares issued under the SPP	Thursday, 19 January 2017
Despatch of confirmation statements	Monday, 23 January 2017

All times above are Sydney (Australia) time

Pursuant to Listing Rule 3.10.5A, the Company provides the following information in relation to the Placement:

(a) The dilutionary effect on the Company's existing ordinary shareholders is as follows:

Shares on Issue:	Number of Shares	Expanded Share Capital	Dilution Effect
Prior to Placement	180,268,750	180,268,750	100%
Issued pursuant to Listing Rule 7.1	27,040,312	207,309,062	15%
Issued pursuant to Listing Rule 7.1A	18,026,875	225,335,937	10%

**The above table does not take into account the effect of options or convertible notes.*

(b) The Company resolved to undertake a Placement of shares pursuant to Listing Rules 7.1 and 7.1A as well as a SPP so that existing eligible shareholders could participate in the significant progress made by the Company in recent months;

(c) Not applicable. There was no underwriter to the issue; and

- (d) Canaccord and Morgans, acting as Joint Lead Managers, were paid a total fee of 5% in association with the Placement.

Commenting on the capital raising, Genex Power's Managing Director Michael Addison said:

"We are delighted with the strong support from both existing and new shareholders, in particular we welcome a number of highly regarded institutional investors to the register. The strong demand for the Placement reflects the fundamentals of the Company's Solar Project which is underpinned by one of the highest solar resources in Australia and the 20-year Queensland Government revenue contract."

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About Genex Power Limited:

Genex Power is a power generation development company listed on the ASX. The Company is focussed on innovative clean energy generation and electricity storage solutions which deliver attractive commercial returns for shareholders. Genex is currently pursuing a number of unique energy development opportunities across Australia. The Company's current focus is on the development of its 250MW Kidston hydroelectric pumped storage generation project and its 50MW solar PV project located at the Kidston Energy Hub located in Northern Queensland.