

22 December 2016

ASX Announcement

GENEX EXECUTES QUEENSLAND SOLAR 150 SUPPORT DEED AND COMMENCES SITE WORKS

HIGHLIGHTS

- Genex finalises Solar 150 Price Support Deed from Queensland Government
- Site works commence at Kidston
- On track for first cash flow and generation from Kidston Solar in 4Q 2017

Genex Power Limited (**ASX: GNX, Genex or Company**) is pleased to announce that it has achieved a number of milestones as the Company develops its 50MW Kidston Solar Project (**Project**).

Queensland Government Solar 150 Financial Support Deed

Genex today signed the Solar 150 Financial Support Deed (**Solar 150 Deed**) with the Queensland State Government. The Financial Support for 100% of the energy that will be produced from the Solar Project will be via a long term price guarantee arrangement (akin to what is known in the industry as a 'Power Purchase Agreement' or 'PPA'). The term of the Support Deed is 20 years from Practical Completion. The Solar 150 Deed ensures a floor price is guaranteed for electricity and Large Generating Certificates (**LGC's**) produced at the Kidston Solar Farm. The long tenure and strong counterparty of the deed is what enabled aggressive project finance terms to be achieved.

Commenting on the Solar 150 Deed, Genex's Executive Director, Simon Kidston said: *"The Queensland Government is leading the way for a renewable energy future by providing long term cash flow certainty to underpin the financing of projects. Genex acknowledges the continued support of the Queensland Government in the development of the Kidston Renewable Energy Hub."*

Energy Minister Mark Bailey said the deed's signing is the final step needed for the Kidston Solar Project located North West of Townsville to confirm funding and begin construction of its 50 megawatt solar generator at the disused Kidston Gold mine.

"The execution of this deed locks in Queensland's long-term commitment to this project, guaranteeing financial security and enabling the project to reach its financial close," Mr Bailey said.

"The confirmation of the Kidston Project's inclusion in the State's Solar 150 Program provides a 20-year revenue guarantee, meaning financial contracts can now be delivered and construction can begin."

"This is a significant milestone in Queensland's transition to a clean energy economy and becoming the solar state."



From left to right: Simon Kidston (Genex Executive Director), Dr. Ralph Craven (Genex Chairman), Hon. Mark Bailey (Minister for Energy, QLD), Paul Simshauser (Director General of DEWS – Department of Energy and Water Supply).

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Genex has now commenced the Project construction program at Kidston. Genex is targeting the completion of construction in 2017, allowing first generation and revenue by Q4 2017. Detailed design works by UGL have commenced and subcontractors are preparing mobilisation to site for accommodation camp refurbishment.

CONTACT:**Michael Addison**

Managing Director

Tel: +61 2 9993 4411

Email: ma@genexpower.com.au**Simon Kidston**

Executive Director

Tel: +61 2 9993 4443

Email: sk@genexpower.com.au**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.