

3 February 2017

Company Announcements Office
Australian Securities Exchange

Via: Electronic Lodgement

**GENEX ANNOUNCES A\$5.0M PLACEMENT AND 1 FOR 14 ENTITLEMENT OFFER TO REACH FINANCIAL
CLOSE FOR 50MW KIDSTON SOLAR PROJECT**

Genex Power Limited (**ASX: GNX, Genex or Company**) is pleased to announce the successful completion of a placement which has raised approximately A\$5.0 million before expenses via a placement to institutional and sophisticated investors (**Placement**). The Company is also pleased to announce an Underwritten Non-Renounceable Pro Rata Entitlement Offer to raise approximately A\$3.0 million (**Entitlement Offer**).

Details of the Placement and Entitlement Offer are as follows:

- The Placement will involve the issue and allotment of 31,250,000 new Fully Paid Ordinary Shares (**Shares**) at an issue price of A\$0.16 per Share; and
- The Entitlement Offer is on the basis of 1 new Share for every 14 Shares held at the record date also at an issue price of \$0.16 per Share.

The Placement was significantly oversubscribed and Canaccord Genuity (Australia) Limited (**Canaccord**) and Morgans Corporate Limited (**Morgans**) acted as Joint Lead Managers. Canaccord and Morgans are also acting as Underwriters to the Entitlement Offer.

The funds from the Placement and Entitlement Offer will be used to:

- Reach financial close in respect of the Company's 50MW Kidston Solar Project and for further development work;
- Continue development of the Kidston 250MW Pumped Storage Hydro Project;
- Advance the development of the Kidston Phase Two Solar Project; and
- Working capital and costs associated with the Placement and the Entitlement Offer.

Details of Placement

Pursuant to the terms of the Placement, the Company has agreed to issue 31,250,000 Shares in the Company at an issue price of A\$0.16 per share to raise A\$5.0m before costs. The Shares were placed to institutional and sophisticated investors. Settlement of the Placement will occur 8 February 2017. Shareholder approval is not required as the Placement comes within the Company's existing capacity pursuant to ASX listing rule 7.1. All shares issued under the Placement will rank pari passu with existing shares on issue.

Entitlement Offer

In conjunction with the Placement, the Company has resolved to undertake an Entitlement Offer to eligible shareholders to participate at the same price as the Placement.

Existing eligible shareholders on the register as at the Record Date of 7.00 pm (Sydney time) on 9 February 2017 (**Record Date**) will be eligible to participate in the Entitlement Offer which will allow eligible shareholders to subscribe for 1 new Share for every 14 Shares held at the Record Date.

Further information in relation to the Entitlement Offer, including the terms and conditions, are outlined in the Entitlement Offer booklet lodged with the ASX today and which will be dispatched to eligible shareholders on or around 13 February 2017.

Transaction timetable

Event	Date
Trading Halt and Announcement of Offer	Wednesday, 1 February 2017
Despatch of notices to Optionholders informing them of the Offer	Wednesday, 1 February 2017
Remove Trading Halt and Lodgement of Appendix 3B, Offer Document and Cleansing Notice with ASX	Friday, 3 February 2017
Despatch of notices to Shareholders informing them of the Offer	Monday, 6 February, 2017
Settlement of Institutional Placement and Shares quoted on ex-entitlement basis	Wednesday, 8 February, 2017
Allotment of Institutional Placement and Record Date for determining Entitlements	7pm, Thursday, 9 February, 2017
Offer opens – despatch of Offer Document and Acceptance Form	Monday, 13 February, 2017
Last date to extend the Closing Date	Friday, 17 February, 2017
Closing Date	5pm, Wednesday, 22 February 2017
Shares quoted on deferred settlement basis	Thursday, 23 February, 2017
Company notifies the ASX of under-subscriptions	Monday, 27 February, 2017

Allotment and issue of New Shares	Wednesday, 1 March 2017
Trading of New Shares on ASX expected to commence	Thursday, 2 March 2017
Despatch of holding statements	Friday, 3 March 2017

*** Dates are indicative only and are subject to change. Genex reserves the right, subject to the ASX Listing Rules, to amend this indicative timetable. For example, Genex reserves the right to extend the Closing Date, accept late applications under the Entitlement Offer (either generally or in particular cases) and to withdraw or vary the Entitlement Offer without prior notice. Any extension of the Closing Date will have a consequential effect on the date for the issue of New Shares under the Entitlement Offer. The last date to extend the Closing Date is Friday 17 February 2017. Genex will consult with the Underwriters in relation to any change to this indicative timetable and any such change will require the consent of the Underwriters. All times above are Australian Eastern Daylight Savings time.*

50MW Kidston Solar Project - Update

The Project's construction at Kidston has commenced. Genex is targeting the completion of construction in 2017, allowing first generation and revenue by Q4 2017.

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

"We are delighted with the strong support for the Placement. Following completion of the Placement and the Entitlement Offer, the Company will be well-positioned to imminently reach financial close on the Solar Project as well as rapidly progress the development of the hydro project. 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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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.