

\$6.83m NON-RENOUNCEABLE ENTITLEMENT OFFER AND UNDERWRITING

Kalina Power Limited (ASX:KPO) (**Company**) is pleased to advise the results of the non-renounceable entitlement offer (**Entitlement Offer**) which closed on Friday, 28 August 2020.

The Company received applications from Eligible Shareholders for 141,405,615 new fully paid ordinary shares (**Shares**), with 141,405,615 free-attaching quoted options exercisable at \$0.044 (4.4 cents) on or before 4 September 2022 (**Quoted Options**), amounting to total subscriptions of \$3,535,140

Cove Capital Pty Ltd (**Cove Capital**) acted as underwriter in conjunction with the relevant sub-underwriters and will apply for all Shares and Options under the shortfall facility of the Entitlement Offer. This represents 132,105,554 Shares with 132,105,554 free-attaching Quoted Options amounting to the total underwriting of \$3,302,639.

The results of the Entitlement Offer are as follows:

New Shares and additional Shares subscribed by Eligible Shareholders	141,405,615	51.70%
Shortfall Shares to be issued to Underwriter and sub-underwriters	132,105,554	48.30%
Total number of Shares	273,511,169	100%

The Shares and the free attaching Quoted Options subscribed for under the Entitlement Offer will be issued on Friday, 4 September 2020 in accordance with the revised timetable for the Entitlement Offer announced on Tuesday, 18 August 2022.

The Board is pleased with the results of the Entitlement Offer and thanks shareholders for their support. The Company can now move positively to progress the Company's Alberta business plan as outlined in the prospectus for the Entitlement Offer. The Board looks forward to providing further updates to shareholders on the progress of the Alberta business plan.

As foreshadowed in section 4.2 of the Company's prospectus dated 3 August 2020 (as supplemented by the supplementary prospectuses dated 18 August 2020 and 1 September 2020 respectively), the Board is considering undertaking a follow-up placement on the same terms as the Entitlement Offer. Such placement may be available to shareholders that received the prospectus late due to postal delays caused by COVID-19 as well as the underwriter and sub-underwriters of the Entitlement Offer. The Company is currently liaising with other investors, the underwriter and sub-underwriters in relation to a potential follow-up placement of approximately \$1m that is expected to be finalised in the coming days.

The Company encloses a second supplementary prospectus which provides for a "Cleansing Offer" of up to 4,000 Shares at an issue price of \$0.025 (2.5 cents) per Share along with, for each Share

issued, one (1) free Attaching Option. The Cleansing Offer will allow for any options to be issued under a follow-up placement to be quoted in the same class as the Quoted Options (that will be issued under the Entitlement Offer). A copy of the second supplementary prospectus has been lodged with ASIC on the date of this announcement.

Further information on any follow-up placement will be provided in due course.

Authorised by,
Ross MacLachlan, CEO

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