

Tuesday, 24 February 2015

SALE OF SHARES BY FOUNDING SHAREHOLDER

ERM Power Limited (ASX:EPW) (Company) wishes to advise that Founder and Deputy Chairman Trevor St Baker and his wife (St Bakers) are reducing their holdings in the Company by 10.75 million shares. Their shareholdings will reduce to 74.56 million shares equating to 30.15% of the Company.

The reduction has been achieved through the sale of 8.75 million shares to institutional investors, the proceeds to be used to fund further investment in new start energy R&D opportunities. It is intended that an additional 2 million shares will be transferred to family members.

ERM Power's Chairman Tony Bellas said, "The Founder's decision to reduce his holdings to fund other commitments comes after the Company has delivered a further period of strong growth. The St Bakers remain the Company's largest shareholders and Trevor retains an active involvement in the Company. The share sale will increase the free float, which will assist in improving liquidity in the stock, and together with my fellow directors I welcome the support of the existing and new shareholders who purchased these shares."

The share sale was managed by Petra Capital Limited.

There are no present plans by the St Bakers to sell down any more of their holdings.



Peter Jans
Group General Counsel & Company Secretary
ERM Power Limited

For further information

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About ERM Power

ERM Power is an Australian energy company that operates electricity generation and electricity sales businesses. Trading as ERM Business Energy and founded in 1980, we have grown to become the 4th largest electricity retailer in Australia with operations in every state and the Australian Capital Territory. We are also licensed to sell electricity in several markets in the United States. We have equity interests in 497 megawatts of low emission, gas fired peaking power stations in Western Australia and Queensland, both of which we operate.

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