

# ASX Announcement

6 December 2017

## ReNu Energy secures two further opportunities for 1.14 MW of solar PV projects

### Highlights:

- ReNu Energy has executed two term sheets, securing exclusivity on the acquisition of projects with a combined solar PV installed capacity of 1.14 MW DC, comprising:
  1. a portfolio of recently constructed projects located throughout the National Electricity Market with a total solar PV installed capacity of 340 kW DC, each having existing Power Purchase Agreements (PPAs) in place, at a cost of approximately \$580,000; and
  2. an 800 kW DC solar PV development project in western New South Wales, underpinned by a 25-year PPA for approximately 40% of generation capacity. It is anticipated that this project could be completed in the second half of 2018 at a cost of approximately \$1.4 million.
- Both term sheets remain subject to completion of detailed due diligence and financing.

ReNu Energy Limited (ASX: RNE) is pleased to announce the signing of two term sheets for the acquisition of solar PV projects totalling 1.14 MW.

The first non-binding term sheet relates to the acquisition of a portfolio of five solar PV projects, offered to ReNu Energy by VivoPower Pty Ltd under the VivoPower Alliance Agreement. The portfolio totals approximately 340 kW and includes several power purchase agreements with small to medium enterprises located throughout the National Electricity Market. ReNu Energy and VivoPower have agreed on a period of exclusivity to the end of February 2018 to allow ReNu Energy to complete due diligence and for the parties to finalise the detailed terms and conditions. ReNu Energy's investment in the assets would be approximately \$580,000.

The second non-binding term sheet is for the acquisition of an 800 kW solar PV project to be constructed on an agricultural property in the Riverina district of western New South Wales, underpinned by a 25 year PPA for approximately 40% of generation capacity. The term sheet provides ReNu Energy exclusivity to the end of February 2018 to complete due diligence, finalise and execute a project development agreement with the developer and to obtain finance.

Subject to satisfying several conditions, including connection and development approvals and project financing, it is anticipated that the project could be completed in the second half of 2018 at a cost of approximately \$1.4 million.



Mr Steve McLean, ReNu Energy Chairman said, "We are delighted with the continued growth of our portfolio of renewable energy assets, through our alliance agreement with VivoPower, engagement with developers and our own project origination. Both opportunities announced today fit nicely within our business streams of behind the meter and grid connected projects, and promise to deliver stable, long term returns of greater than 12% (pre-tax) to our shareholders."

Over the past 6 months ReNu Energy has built a strong pipeline of projects, with the first of four Solar PV embedded network projects set to commence production this month, settlement of the Amaroo facility expected within weeks and due diligence on the proposed 7.4 MW Boggabilla solar farm well underway.

"By February next year, we expect to be generating 3.7 MW of electricity for our customers from our portfolio of committed assets, and this will increase to 5.5 MW by June. If Boggabilla and these two new opportunities can be brought online as scheduled, we could be generating 14 MW by the end of 2018, with an ever-expanding list of opportunities in the business development pipeline.

I am really pleased with the progress we have made in building our portfolio. We are well positioned to achieve positive EBITDA in 2018, and we look forward to converting these agreements next year." Mr McLean said.

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### ***About ReNu Energy***

*ReNu Energy Limited (ASX: RNE) is an independent power producer which delivers clean energy products and services using a build, own, operate and maintain model. The Company provides its customers with renewable energy, at a lower price, with no upfront cost.*

*ReNu Energy is currently constructing a 360kW solar PV embedded network at the Griffin Plaza Shopping Centre in Griffith NSW, and completing design work for a further three centres totalling ~2MW. The Company owns and operates a 1.1MW bioenergy project in Queensland, is constructing a 1.6MW bioenergy project in NSW and has a pipeline of project opportunities across the National Electricity Market.*

**Forward-looking Statements:** *This ASX-announcement contains forward-looking statements. These statements are based on an assessment of present economic, market and operating conditions, and on a number of assumptions regarding future events and actions that are expected to take place that are subject to risks and uncertainties. Forward-looking statements are not a guarantees of future performance actual results, performance or achievements of ReNu Energy may be materially different from the statements in this announcement. ReNu Energy does not undertake to update or revise forward-looking statements.*