

ASX Announcement

15 February 2018

ReNu Energy signs solar PV PPA term sheet and extends bioenergy PPA

ReNu Energy Limited (ASX: RNE) has signed two agreements with A.J. Bush & Sons (Manufactures) Pty Ltd (AJ Bush).

Highlights

- Solar PV Power Purchase Agreement (Solar PV PPA) term sheet providing exclusivity for the development of an 850 kW DC solar PV project (Solar Project).
- Ten year extension to existing Bioenergy Power Purchase Agreement (Bioenergy PPA) for the 1.1 MW operational bioenergy project (Bioenergy Project).
- Supports ReNu Energy's strategic objective to develop the pipeline with 14.9 MW of projects either in operation, construction or under term sheet.

ReNu Energy is pleased to announce the signing of a term sheet for a new Solar PV PPA and extension of its existing Bioenergy PPA with AJ Bush, a leader in the utilisation of renewable energy and a long standing customer of ReNu Energy. The projects are located at AJ Bush's rendering facility near Beaudesert, Queensland.

Commenting on the agreements, ReNu Energy Chief Executive Officer Mr Chris Murray said, "It is a pleasure to be extending our relationship with AJ Bush, a leader in the utilisation of renewable energy and a long term customer. We are also delighted at the opportunity to develop the Solar Project at AJ Bush's facility. The combination of solar PV and bioenergy is a great solution for the facility and its load requirements.

These agreements build on an already great start to 2018 for ReNu Energy, having recently announced the commencement of commercial operations at the Goulburn Bioenergy Project and the settlement of the Amaroo Solar PV Project acquisition. Securing the revenue stream from the Bioenergy PPA for a further 10 years and adding to our pipeline of solar PV projects under term sheet has increased our portfolio of renewable energy projects to 14.9 MW DC, which includes 3.3 MW of operational assets. With a further strong pipeline of opportunities under review, we look forward to increasing our portfolio significantly this year".

Solar PV PPA term sheet

ReNu Energy and AJ Bush have entered into a term sheet that provides ReNu Energy with exclusivity until 31 March 2018 to execute a Power Purchase Agreement for an 850 kW DC solar PV project with a 25 year term. The capital cost of the Solar Project is approximately \$1.5 million.



The solar PV equipment will be ground mounted on AJ Bush's land adjacent to the rendering facility. The Solar Project will provide approximately 1,330 MWh per year of renewable energy which will be used exclusively behind the meter by AJ Bush and will generate approximately 1,330 Large Scale Generation Certificates (LGCs) per year which are to ReNu Energy's account.

Execution of the PPA is subject to customary conditions including due diligence, relevant approvals and finance.

On completion of the Solar Project, ReNu Energy can supply up to half of the rendering facility's energy demand, providing significant electricity cost savings and decreasing the site's emissions by approximately 3,700 tonnes of CO₂e per annum.

Bioenergy PPA Extension

The 1.1 MW bioenergy project at AJ Bush commenced operation in 2011 and was acquired by ReNu Energy in 2015. The Bioenergy Project underwent a major upgrade in late 2016 which included the replacement of one generator and installation of gas conditioning equipment.

The Bioenergy Project receives biogas from AJ Bush's facility and generates approximately 3,360 MWh per year of renewable energy which is utilised behind the meter at the facility. It also generates approximately 3,360 LGCs per year.

The extension, which is on the same terms as the existing PPA, extends the term of the agreement for a further 10 years to January 2031.

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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.

***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.*