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ASX: GNX

26 March 2021

**GENEX SUCCESSFULLY RAISES \$56.0M VIA A PLACEMENT AND
INSTITUTIONAL ENTITLEMENT OFFER AS PART OF \$90.3M EQUITY RAISE**

Highlights:

- The Placement and Institutional Entitlement Offer attracted significant demand from both eligible existing and new institutional investors;
- Fully underwritten Retail Entitlement Offer to raise a further \$34.2M opens on Tuesday, 30 March 2021 and is expected to close at 5.00pm (Sydney time) Friday, 16 April 2021; and
- Proceeds from the Equity Raise to be applied to reaching financial close of the Company's flagship 250MW Kidston Pumped Storage Hydro Project.

Genex Power Limited (**ASX:GNX**) ('**Genex**' or '**Company**') is pleased to announce the successful completion of an institutional placement ('**Placement**') and the institutional component of a 11-for-20 fully underwritten pro-rata accelerated non-renounceable entitlement offer ('**Institutional Entitlement Offer**' or '**IEO**', and together with the Placement, '**Institutional Offer**') of new fully paid ordinary shares in Genex ('**New Shares**'). The Placement and IEO raised approximately \$56.0M as part of the Company's fully underwritten \$90.3M equity raise ('**Offer**' or '**Equity Raise**') announced on Wednesday, 24 March 2021.

Genex received significant demand during the Placement and IEO bookbuild from high quality institutional and high net worth investors, raising gross proceeds of \$56.0M. The Offer price was \$0.20 per share representing a:

- 27.0% discount to the 5-day volume average weighted price ('**VWAP**'); and

- 15.0% discount to the Theoretical Ex-Rights Price (**TERP**)¹ of \$0.235.

As announced on Wednesday, 24 March 2021, the proceeds of the Equity Raise, in combination with the anticipated proceeds from the subscription by Electric Power Development Co. Ltd (**J-POWER**), together with Genex's existing cash, will be used to finance Genex's equity contribution for the construction of the 250MW Kidston Pumped Storage Hydro Project (the **Project**) and the costs of the Equity Raise.

Genex is working to shortly close out and execute the project and finance documents, conclude all final outstanding conditions precedent and reach financial close. Due to the requirement to hold an Extraordinary General Meeting (**EGM**) of shareholders to approve the J-POWER share issue, financial close is scheduled to occur in mid-May 2021, with construction activities planned to commence ahead of this in late April 2021.

Details of the 'Institutional Offer'

Pursuant to the terms of the Placement and Institutional Entitlement Offer, Genex has agreed to issue a total of 280,033,074 New Shares in the Company at an issue price of \$0.20 per share to raise \$56M. The New Shares under the Placement will be issued to institutional and sophisticated investors with completion of the Placement and IEO expected to occur on 6 April 2021.

Shareholder approval is not required as the Placement is being undertaken within the Company's existing capacity pursuant to the ASX Listing Rules (**LR**) 7.1 and 7.1A. Pursuant to LR 7.1 the Company has agreed to issue a total of 118,925,444 new shares, following receipt by the ASX of a waiver permitting Genex to calculate its LR 7.1 capacity on a post entitlement basis, and pursuant to LR 7.1A Genex will be issuing 51,150,599 shares. All New Shares issued under the Placement and IEO will rank pari passu with the existing ordinary shares on issue.

Retail Entitlement Offer

The retail component of the Entitlement Offer (**Retail Entitlement Offer**) will be conducted at the same price and offer ratio as the Institutional Entitlement Offer. The Retail Entitlement Offer will open on Tuesday, 30 March 2021 to eligible existing retail shareholders with a

¹ TERP represents a theoretical measure only. TERP is calculated as the market capitalisation, based on the closing price of Genex shares immediately prior to the launch of the Entitlement Offer being A\$0.275 per share, plus the new shares to be issued under the Entitlement Offer at the Offer Price.

registered address in Australia or New Zealand with shares held as at 7pm Sydney time on Friday, 26 March 2021 (**'Record Date'**) (**'Eligible Retail Shareholders'**). The Retail Entitlement Offer will close at 5pm Sydney time on Friday, 16 April 2021.

Further information will be sent to Eligible Retail Shareholders in a booklet (**'Retail Offer Booklet'**) expected to be lodged with the ASX and dispatched on Tuesday, 30 March 2021.

In deciding whether to participate in the Retail Entitlement Offer, Eligible Retail Shareholders should carefully read the Retail Offer Booklet. The Retail Offer Booklet and accompanying personalised Entitlement and Acceptance Form will contain instructions on how to apply for the Retail Entitlement Offer. Applications and payments under the Retail Entitlement Offer must be received by no later than 5.00pm (Sydney time) on Friday, 16 April 2021 (unless the Retail Entitlement Offer is extended).

Indicative timetable

The Indicative timetable for the Equity Raising is as follows:

<u>Event</u>	<u>Time / Date</u>
Trading halt, announcement of the Equity Raise, and Placement and Institutional Entitlement Offer opens	24 March 2021
Placement and Institutional Entitlement Offer conducted	24 March 2021
Announcement of results of Placement and Institutional Entitlement Offer	26 March 2021
Trading halt lifted – shares recommence trading on ASX on an “ex-entitlement” basis	26 March 2021
Record Date for Retail Entitlement Offer	7pm on 26 March 2021
Retail Entitlement Offer opens and Retail Offer Booklet (including Entitlement and Acceptance Form) dispatched	30 March 2021
Settlement of Institutional Entitlement Offer and Placement	1 April 2021
Allotment and commencement of trading of New Shares issued under the Placement and Institutional Entitlement Offer	6 April 2021
Last day to extend Retail Entitlement Offer close date	13 April 2021
Retail Entitlement Offer closes	5pm on 16 April 2021
Announcement of results of Retail Entitlement Offer	20 April 2021
Settlement of New Shares under the Retail Entitlement Offer	22 April 2021
Allotment of New Shares issued under the Retail Entitlement Offer	23 April 2021
Trading of New Shares issued under the Retail Entitlement Offer	26 April 2021

Note: Dates and times are indicative only and subject to change without notice. Genex reserves the right to alter the dates in this announcement at its discretion and without notice, subject to the ASX Listing Rules and the *Corporations Act 2001* (Cth). All times and dates refer to Sydney local time, Australia.

Morgans Corporate Limited and Canaccord Genuity (Australia) Limited are acting as joint lead managers, underwriters and bookrunners to the Offer. Euroz Hartleys Securities Limited acted as Co-Manager to the Offer.

Commenting on the success of the Offer, Genex CEO, James Harding said:

“Genex is delighted with the strong response to the Placement and Entitlement Offer and would like to acknowledge the support shown by existing and new investors to the Equity Raise. We are particularly excited about taking the Kidston Pumped Hydro Project to financial close and retaining full ownership and control of the Project”.

Further information

Further details of the Equity Raise are set out in the investor presentation and the announcement of the Equity Raise, both lodged with the ASX on Wednesday, 24 March 2021. The investor presentation contains important information including key risks and foreign offer restrictions with respect to the Equity Raise.

If you have any questions, you should consult with your stockbroker, solicitor, accountant or other professional adviser.

If you have any questions in relation to the Retail Entitlement Offer, you may also contact the Entitlement Offer Information Line on 1300 737 760 (within Australia) or +61 2 9290 9600 (outside Australia) at any time between 8:30am and 5:00pm (Sydney time) Monday to Friday between Tuesday, 30 March 2021 and Friday, 16 April 2021.

This announcement was approved by the Board of Genex Power Limited

For more information about this announcement:**CONTACT:****Simon Kidston**

Executive Director

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Genex Power Limited is focused on developing a portfolio of renewable energy generation and storage projects across Australia. The Company's flagship Kidston Clean Energy Hub, located in north Queensland, will integrate large-scale solar generation with pumped storage hydro. The Kidston Clean Energy Hub is comprised of the operating 50MW stage 1 Solar Project (**KS1**) and the 250MW Kidston Pumped Storage Hydro Project (**K2-Hydro**) with potential for further multi-stage wind and solar projects. The 50MW Jemalong Solar Project (**JSP**) is located in NSW and provides geographical diversification to the Genex Power Limited portfolio. JSP was energised in early December 2020 and commissioning is now underway. Genex is further developing its energy storage portfolio via the early stage development of a 50MW standalone battery energy storage system at Bouldercombe in Queensland. With over 400MW of renewable energy & storage projects in development, Genex is well placed as Australia's leading renewable energy and storage company.

Genex continues to acknowledge the support of key Federal and State Government stakeholders such as the Australian Renewable Energy Agency (**ARENA**), the Northern Australia Infrastructure Facility (**NAIF**) and the Queensland State Government.