

Proposed Grant of Options

KALiNA Power Limited (ASX: KPO, “KALiNA” or the “Company”) announces that it proposes to seek shareholder approval for the issue of 16,600,000 options (“the Options”) predominately in respect of several of the recently announced appointments.

The proposed grant of Options includes: 5,200,000 Options to Peter Littlewood, who was recently appointed as a new director of the Company; 5,200,000 Options to Nigel Chea, who was recently appointed as President – Greater China; and 2,600,000 Options to Jim Fitzowich who was recently appointed to lead operations in North America. The balance of the Options will be granted to members of the recently announced new management team for China, and to two existing employees of the Company, to bring them in line with the existing management team.

These Options will be issued for nil consideration, vesting on grant and exercisable at \$0.06 cents each to 30 November 2020. Pursuant to the Corporations Act and the ASX Listing Rules, approval will be sought as appropriate for the Options at the AGM of the Company to be held in November 2017.

These proposed Options are intended to form a significant portion of the new KALiNA team compensation package and align these new appointees interests with those of shareholders.

Both the number of Options and the A\$0.06 exercise price of the Options was set during negotiations between late May and the end of June which led to the appointment of the new team in China. The exercise price reflects an 8.7% premium to the VWAP during this period.

For further information, please contact:

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