

7 April 2017

**ACCELERATING CASH FLOW THROUGH THE ENFORCEMENT  
AND COMPLIANCE OF LEGACY LICENSES**

- Management is engaging with its licensees to **ensure conformance to KALiNA's technical standards, timely payment of licensing fees, and continuation of cash flow generating engineering work**
- Active engagement with all licensees is leading to a **substantial increase in the provision of engineering services and new project opportunities**
- **Cash receipts of A\$801k received** since the start of 2017, derived from current licensees

KALiNA Power Limited (ASX: KPO, "KALiNA" or the "Company") is pleased to update shareholders with respect to its currently active licenses and cash flows being derived.

KALiNA management has renewed the Company's focus on enforcing compliance with existing licenses. This course of action has led to the collection of long outstanding payments and the negotiation of new engineering cash flows through KALiNA's assistance in improving the performance of numerous projects around the world. These include projects associated with FLSmidth & Co. A/S ("FLS") globally, the Taufkirchen Geothermal Power Plant in Germany, and Shanghai Shenghe New Energy ("SSNE") in China.

The collection of these long outstanding receivables together with new engineering fees generated, underpins the Company's ability to meet its financial and project projections, and positions KALiNA well for achieving profitability. The Company's growing project pipeline is on track to deliver or surpass previously provided capacity forecasts.

**For further information, please contact:**

Tim Horgan  
Executive Director

Alwyn Davey  
Company Secretary

+61 3 9236 2800