

\$4.1m raised through successful option exercise and investment by new China leadership team

- **\$3.9m raised through option exercise**, with a shareholder take-up of over 95%
- A further A\$0.2m raised through a placement to new China senior management, **exhibiting strong commitment and alignment**

KALiNA Power Limited (ASX: KPO, "KALiNA" or the "Company") is pleased to announce that the issue of shares in relation to the exercise of options and placement of the shortfall has completed, raising \$3,877,134 of equity capital for the Company. The Company raised a further \$200,000 at \$0.05 per share through a placement to its recently appointed China management team. The total resulting equity capital raised for the Company is \$4,077,134.

The new shares were issued as follows:

- 73,660,401 ordinary shares to Option Holders
- 3,882,279 ordinary shares to Underwriters
- 4,000,000 ordinary shares (in total) to Mr Nigel Chea, President – Greater China; Mr Daniel Chan, Senior Vice President – Greater China; and Jason Tse, Technical Director – Greater China

Mr Peter Littlewood, who recently joined the Company's Board of Directors has also committed to purchase \$75,000 of new shares at \$0.05 (1,500,000 shares). This purchase will be subject to shareholder approval at the upcoming AGM to be held on or about 26 October 2017.

Ross MacLachlan, CEO and Managing Director of KALiNA said "We are pleased to have completed this financing and see an option exercise rate of over 95%. The response from existing shareholders as well as Azure Capital and their sub-underwriters was extremely positive. We appreciate the confidence shown in our management team, our recent strategic initiatives, and our maturing business plan.

We are also impressed that all of the new China leadership team requested to invest directly in the Company and align themselves with our existing management team and shareholders.

This alignment and the support of shareholders has provided our Company with a strong foundation and a healthy balance sheet with which to establish the Kalina Cycle as an industry standard in the global market for waste heat recovery solutions."

For further information, please contact:

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