


# Kalina Power Limited

ABN 24 000 090 997



KPO  
MR SAM SAMPLE  
FLAT 123  
123 SAMPLE STREET  
THE SAMPLE HILL  
SAMPLE ESTATE  
SAMPLEVILLE VIC 3030

31 July 2017

## **Expiry Notice to Option Holders - Options Expiring 30 August 2017**

Dear Optionholder,

At the date of this notice, you are a registered holder of options (the Options, ASX code: KPOOD) in Kalina Power Limited (the Company, ASX code: KPO). These options were issued to shareholders that participated in the non-renounceable rights issue that closed on 1 September 2016, or have been purchased on market since then.

This letter notifies you of the impending expiry of the Options on 30 August 2017. It also sets out your alternative courses of action prior to expiry and provides information about recent prices of the KPO shares and the Options.

As at 26 July 2017, the last traded price of KPO shares was 6.6 cents. However, the market price should be monitored for any significant changes. We recommend that you seek independent financial advice if you are unsure whether to exercise your Options.

Your choices as an Option holder are:

1. **Do nothing and allow your Option to lapse**  
If you do not take any action to exercise your Options prior to 5:00pm (AEST) on Wednesday 30 August 2017, the Options will expire and your right to purchase shares at 5 cents will lapse.
2. **Exercise all or some of your Options**  
To exercise your Options, the enclosed personalised Options Expiry Notice and your cleared funds must be received by the Company's share registry no later than 5:00pm (AEST) on Monday 30 August 2017. Further instructions are on the enclosed form.
3. **Sell all or some of your Options on market**  
If you elect not to exercise your Options, you may wish to consider selling your Options on the ASX. Your Options are currently trading on the ASX under the ASX code: KPOOD. The last trade for KPOOD was on 26 July 2017 and was \$0.013. When considering whether to sell your Options on market, you should bear in mind any brokerage charges that you may incur. The Options cease trading on the ASX on 24 August 2017.

In accordance with ASX Listing Rules, the Company advises the following:

- a. The number of Options you hold at the date of this letter is set out in your Options Expiry Notice.
- b. Each Option entitles the holder to receive, on exercise, one fully paid ordinary share in the Company. If all Options are exercised, by all holders of the Options, then 77,542,680 fully paid ordinary shares will be issued.
- c. The exercise price of the Options is 5 cents per share.
- d. If cleared funds are not received by 5:00pm AEST time on Wednesday 30 August 2017, then your Options will expire with no value and no further entitlement will exist.
- e. Official quotation of KPOOD Options on the ASX will cease at the close of trading on Thursday 24 August 2017.
- f. As at the date of this letter there is no underwriting agreement in place for the exercise of the Options.

- g. The latest available market price of KPO shares prior to the date of this notice was 6.6 cents at the close of trading on 26 July 2017.
- h. The highest and lowest market prices of KPO shares traded in the three months immediately before the date of this notice were:  
Highest: 7.3 cents on 24 July 2017.  
Lowest: 4.8 cents on 5 June 2017

Summary of key dates for Option holders are:

Last day of trading/quotation of KPOOD Options	Thursday, 24 August 2017
Final date for exercise and payment of Options	5:00pm AEST, Wednesday, 30 August 2017
Final date for allotment of new KPO shares	Within 15 business days of expiry date

About Kalina Power Limited

Kalina Power Limited is an ASX listed (code: KPO). Kalina Power is a power company focused on delivering value to its stakeholders through ownership of the Kalina Cycle® Technology.

The Kalina Cycle® Technology utilises waste heat generated from industrial processes, such as petrochemical, steel or cement making, to produce electricity to supplement the purchased power requirements of the manufacturing facilities, thereby reducing the plant's overall operational costs.

The technology can also be used to generate power from renewable energy sources such as geothermal and solar thermal

Presentations on the Company are available on the Company website at [www.kalinapower.com](http://www.kalinapower.com).

Further information:

If you require help or more information on how to exercise your Options, please contact Computershare Investor Services by telephone on 1300 850 505.

Your faithfully,

Ross MacLachlan  
CEO and Managing Director



# How to complete this form

## Exercise your Options in full or part

### Registration Name(s)

The fully paid ordinary shares will be registered in the name(s) printed on the form.

### A Options Exercised

Enter the number of Options you wish to exercise.

### B Exercise Moneys

Enter the amount of exercise moneys. To calculate the amount payable, multiply the number of Options exercised by the exercise price.

### C Payment

Make your cheque or bank draft payable to in Australian currency and cross it Not Negotiable. Your cheque or bank draft must be drawn on an Australian Bank.

Complete the cheque details in the boxes provided. The total amount must agree with the amount shown in box B.

**Sufficient cleared funds must be held in your account as cheques returned unpaid may not be re-presented and may result in your Exercise of Options Notice being rejected. Pin (do not staple) your cheque(s) to the Exercise of Options Notice. Cash will not be accepted. Receipt for payment will not be forwarded.**

### D Signature(s)

You must sign the form as follows in the space provided:

Individual: where the holding is in one name, the Optionholder must sign.

Joint holding: the holding is in more than one name all of the Optionholders must sign.

Power of Attorney: to sign under Power of Attorney, you must have already lodged this document with the registry. Alternatively, attach an originally certified copy of the Power of Attorney to this form when you return it.

Companies: this form must be signed by either 2 Directors or a Director and a Company Secretary. Alternatively, where the company has a Sole Director and, pursuant to the Corporations Act, there is no Company Secretary, or where the Sole Director is also the Sole Company Secretary, that Director may sign alone. Delete titles as applicable.

Deceased Estate: all executors must sign and, if not already noted by the registry, a certified copy of Probate or Letters of Administration must accompany this form.

If you are in any doubt as to how to deal with this document, please consult your Financial or other Personal Advisor.

If you have any enquiries concerning your Optionholding, please contact Computershare Investor Services Pty Limited on 1300 850 505.

## Lodgement of Notice

The Exercise of Options Notice must be received at the address below by no later than 5pm AEDT on 30 August 2017.

Return the Exercise of Options Notice with cheque(s) attached to:

Kalina Power Limited  
Ground Floor  
585 Burwood Road  
Hawthorn VIC 3122  
Australia

Neither Computershare Investor Services Pty Limited nor Kalina Power Limited accepts any responsibility if this Options Notice is lodged at any other address or by any other means.