

**Withdrawal of current Non-Renounceable Rights Issue**

Kalina Power Limited (ASX:KPO) wishes to clarify that pursuant to Listing Rule 7.11.1, in order to effect the changed terms of the Non-renounceable Pro-rata Rights Issue as announced this morning, the current offer will be withdrawn. No shares have been issued under the withdrawn offer and the application funds received from Shareholders under the withdrawn offer will be returned.

The Company will announce the details for the revised offer of new shares in the coming days such that the Company will invite eligible Shareholders to subscribe for new fully paid Ordinary Shares on the basis of three new Ordinary Shares at an issue price of 5 cents for each four fully paid Ordinary Shares held, with an accompanying Option exercisable at 5 cents on or before 30 July 2017 for every 2 new Ordinary Shares issued.

**For further information, please contact:**

Tim Horgan	Alwyn Davey
Executive Director	Company Secretary

Ph: +61 (0)3 9236 2800