



This newsletter provides an update on the Palmer Wind Farm project status, next steps and proposed timing for the project moving forward.

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Tilt Renewables is born from Trustpower

On 31 October 2016 Trustpower Limited, our previous New Zealand parent company, separated into two new listed companies – Tilt Renewables Limited (Tilt Renewables) and Trustpower Limited (Trustpower).

The details on each company are as follows:

- Tilt Renewables: a dual New Zealand and Australian listed company that now holds all Trustpower's Australian and New Zealand wind generation assets and its wind and solar development projects; and
- Trustpower: a New Zealand listed company that continues to operate Trustpower's Australian and New Zealand hydro generation assets and its multi-product New Zealand retail business.

The demerger will enhance value for shareholders over the medium to long term and provides shareholders with a choice in relation to capital allocation. Trustpower has had a strong track record of developing wind assets in both Australia and New Zealand. With the significant opportunities ahead in the renewable industry, the Board has been considering the most efficient way to fund the next phase of the wind development pipeline over an extended period. The demerger enables Trustpower to create two new businesses with clearly defined strategies, and provide investors with the flexibility to choose which parts of the business to invest in.

It allows Tilt Renewables to raise capital from investors who have an appetite that is aligned with the build out of our development pipeline and position Tilt Renewables to focus on projects to meet Australia's renewable energy needs.

The New Zealand based Trustpower will continue to concentrate on its predominantly New Zealand based hydro generation and growing multi-product retailing businesses.

Tilt Renewables' vision is to be a leading developer and owner of renewable generation in Australia and New Zealand.

Tilt Renewables will continue to be an owner, operator and developer of wind and solar farms across Australia and New Zealand with an existing asset base of 307 operating turbines across 7 wind farms - a total installed capacity of 582MW (approximately 11% market share of installed wind capacity in Australasia). This includes the Snowtown Wind Farm (South Australia's largest and Australia's second largest wind farm) and the Tararua Wind Farm (New Zealand's largest wind farm).

Tilt Renewables also has a substantial development pipeline of 9 further wind farm and solar projects across Australia and New Zealand, with the potential for more than 2,000MW of installed capacity.

Going forward, Tilt Renewables will assume all obligations associated with its operational wind assets or wind and solar development projects that previously fell to Trustpower.

The team at Tilt Renewables will continue to build on our reputation for comprehensive community engagement and establishing long term and constructive relationships on all our projects, along with a strong commitment to active involvement in the communities where we operate.

Our new head office for Tilt Renewables will be based in Melbourne, and it is expected to grow to around 35 staff over the next few months.

For more information please contact your friendly project team or visit our website www.tiltrenewables.com

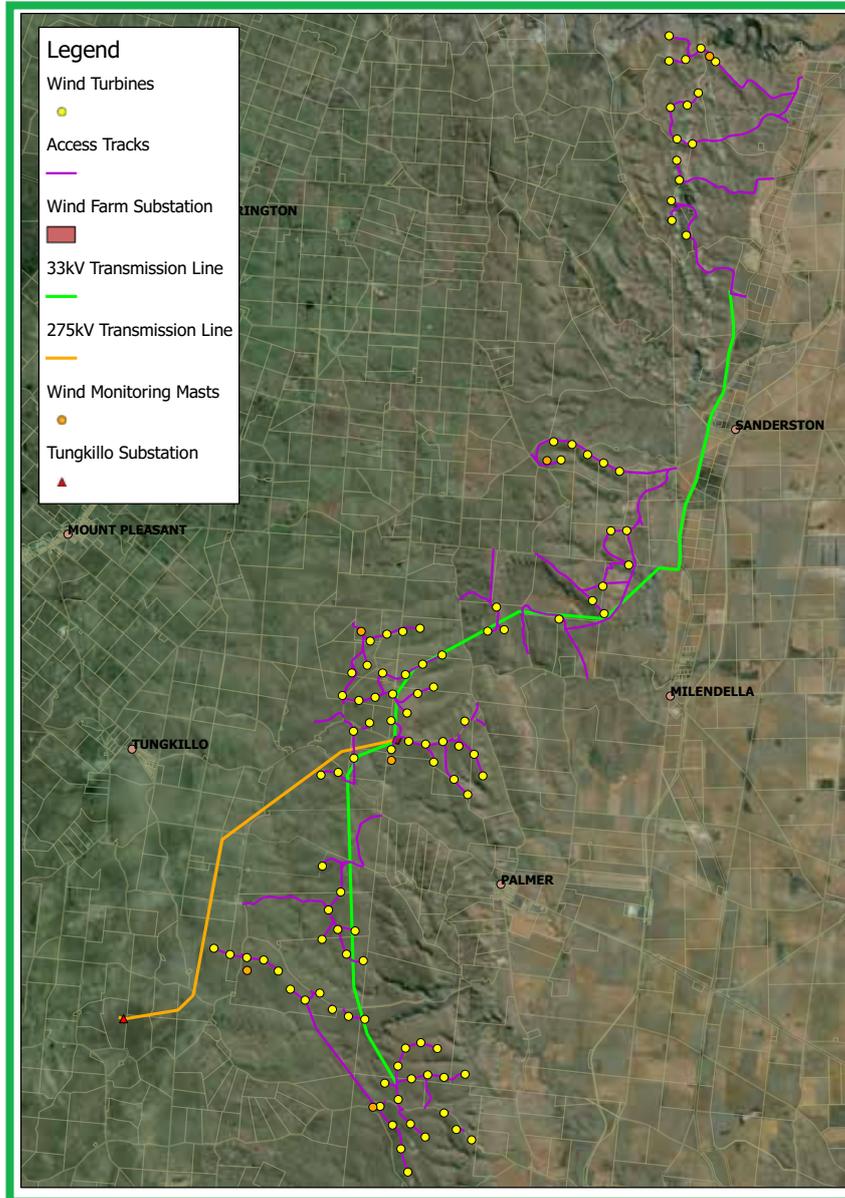
Layout Development

Wind Farm Layout

The DAP approval, received in December 2015, was for up to 114 wind turbines with a maximum height of 165 metres.

The number of turbines has been further reduced from 114 to 103 as a result of further refinement through the appeal process.

Palmer Wind Farm Key Project Elements Map as of October 2016



Project Update

We are currently working through the appeal process in the Environment, Resources & Development (ERD) Court.

Environment, Resources & Development (ERD) Court

The original development application for the project was lodged with the Mid Murray Council in February 2014 and the project was approved by the Mid Murray Councils Development Assessment Panel (DAP) in December.

The approval decision was subsequently appealed at the Environment, Resources and Development Court. Tilt Renewables is currently in the process of challenging the appeal.

We have always recognised that the planning approval process allows for any person who made a submission to lodge an appeal.

We are working through the appeal process and whilst the appeals still need to be decided by the ERD Court, they don't change our commitment to the project.

They do have an impact on project timing with construction not likely to commence until 2018 at the earliest if the approval is upheld by the ERD Court.

Tilt Renewables commitment to ongoing engagement

We will continue to consult with the local community and interested parties as the project progresses, including, should the project proceed to construction, seeking input from neighbours regarding appropriate measures for managing local construction impacts and disruption as well as suitable communication measures in advance of any commencement of construction.

An appropriate management structure will also be put in place for the community benefit fund administration to be implemented when the project goes ahead with construction.

For more information please visit the project website

www.palmerwindfarm.com.au

or contact the Project Team on 1800 648 690

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