



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

1

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

www.waddiwindfarm.com.au

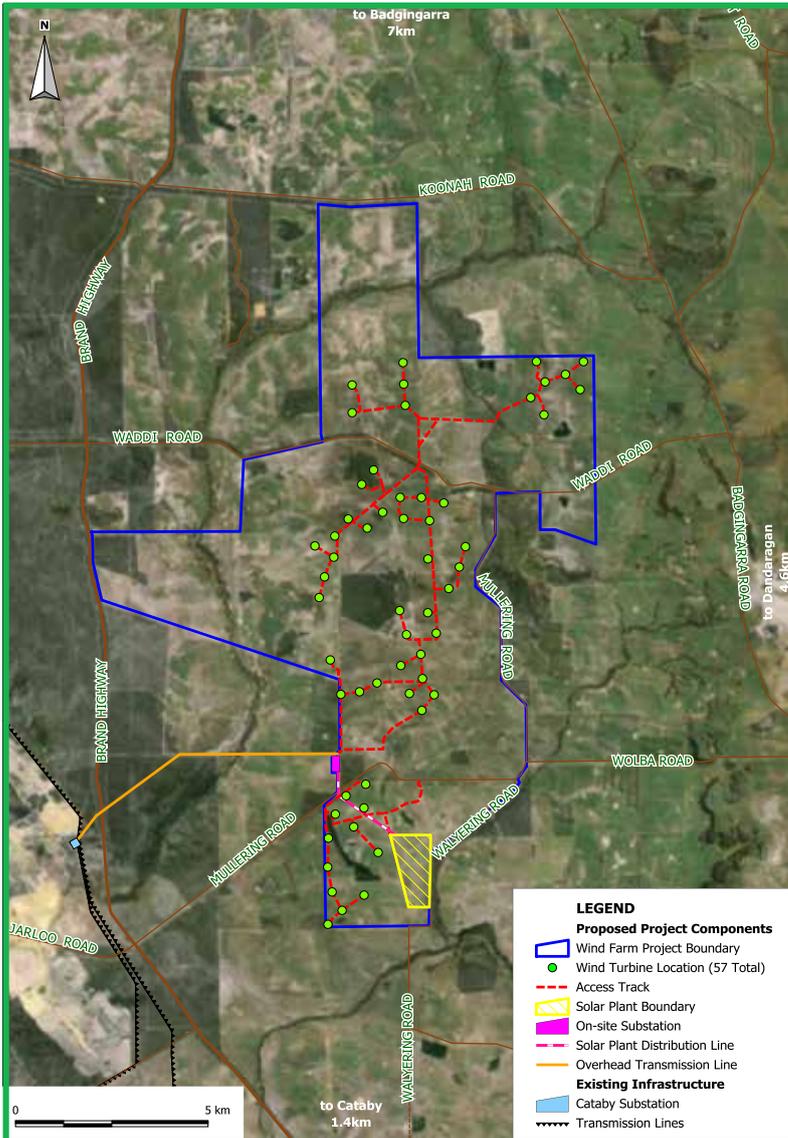
newsletter

Project Update

The key major updates since the last newsletter in March 2016 is the successful approvals of both the Variation to the Wind Farm Approval and the Solar Plant.

The Waddi Wind Farm was granted conditional planning approval for up to 57 turbines by the Shire of Dandaragan on the 15 December 2011, as part of the combined Dandaragan Wind Farm. An amendment to the planning permit for the Waddi Wind Farm was approved by the Shire of Dandaragan during September.

Waddi Wind Farm Key Project Elements Map as of October 2016



The amendments included an increase to the wind turbine tip height from 152 metres to 165 metres and amendments to the location of the transmission line that will connect the project to the electricity network.

A planning permit application for the Waddi Solar Plant was also approved by the Shire of Dandaragan and by the Development Assessment Panel during September. The project will consist of up to 80MW of solar photovoltaics over up to 150 hectares of land and may be constructed in stages. The project lies within the southern boundary of the Waddi Wind Farm project and may be constructed in conjunction with the Waddi Wind Farm or separately.

Tilt Renewables are actively progressing other financial close requirements, including the connection agreement with Western Power, turbine supply tenders and offtake negotiations for the output of the project with an aim to reach financial close mid 2017. All going well we are hopeful to be able to commence construction towards the end of 2017.

Community Consultation

An extensive community consultation process has been undertaken for the proposed Waddi Wind Farm and Solar Plant prior to and as part of the planning approval process.

As the project moves forward we will continue to consult with the community to keep everybody up to speed with what is happening. We will also be seeking valuable feedback, based on local knowledge, as we develop a construction management plan resulting in the construction period having minor impacts on the day to day activities of the community.

Tilt Renewables has also committed to establishing a community benefit fund when the project is built and will seek input from the community to inform and shape how a community fund could be implemented.

Tilt Renewables values community engagement and relationships very highly and take a lot of pride in the good relationships we have developed around our projects to date.

Employment

The project will employ over 150 people during construction and will require 6-10 full time staff during its predicted 25 year lifespan. All our projects have resulted in significant local employment and we will continue to recommend maximising local employment in our construction contracts. The majority of local employment is during construction, but the operations phase also provides opportunities for local employment / businesses. Typical goods and services likely to be sourced locally during construction and operations locally include accommodation, engineering, freight services, construction materials and equipment, local labour, technical contractors, earth works services, fencing and landscaping. Tilt Renewables have developed a register for expressions of interest for employment and supply of services which is accessed by the website.

**For more information please visit
the project website**

www.waddiwindfarm.com.au

or contact the Project Team on 1800 087 877

or email waddiwindfarm@tiltrenewables.com.au

Postal Address

PO Box 16080 Collins Street West

Melbourne VIC 8007

