

NOVARISE RENEWABLE RESOURCES INTERNATIONAL LTD

Australian Securities Exchange Announcement

Friday 21 November 2014

The Manager
Companies Announcements Officer
Australian Securities Exchange Limited
PO Box H224
Australia Square
Sydney NSW 1215

ASX Announcement – Further Update on proposed selective capital reduction

Novarise Renewable Resources International Ltd (Novarise) provides the following by way of further update on the proposed selective capital reduction of those shares in Novarise not held by its controlling shareholders, Great Rises International Investment Ltd, Great Rises New Resources Technology Co., Ltd and Great Rises International Group Investment Ltd (together, GRIL), and their associates (Capital Reduction).

As previously announced, under the Implementation & Funding Agreement between Novarise and GRIL (IFA), GRIL was required to provide to Novarise an amount equal to 30% of the total proposed consideration for the cancellation of all the Novarise shares held by shareholders other than GRIL and its associates (ie. approximately A\$7.32 million) for the purposes of funding the Capital Reduction, by 6 November 2014.

As announced on 7 November 2014 Novarise has received correspondence from GRIL requesting an extension of time to provide this funding by 30 November 2014.

The Independent Directors of Novarise have agreed to the extension to 30 November 2014; subject to Novarise having reserved all its rights to the fullest extent. Novarise has accordingly suspended the performance of its obligations under the IFA pending receipt of this funding. Novarise will update the market on 1 December 2014 (being the first trading day after the due date for receipt of this funding) or upon the receipt of this funding, if this is received before 30 November 2014.

Dated: 21 November 2014

Signed: 

Name: John O'Brien

On behalf of the Independent Directors of Novarise

NOVARISE RENEWABLE RESOURCES INTERNATIONAL LTD ACN 138 537 596

Australian Office: Suite 5, Level 1, 325 Pitt Street, Sydney, NSW 2000

Chinese Office: No 2-16A Qingmeng Park, Quanzhou Economy & Technology Development Zone, Quanzhou, Fujian Province, The People's Republic of China

www.novarise.com.au