

NOVARISE RENEWABLE RESOURCES INTERNATIONAL LTD

Australian Securities Exchange Announcement

Tuesday 23 December 2014

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

ASX Announcement – Update on proposed selective capital reduction

Novarise Renewable Resources International Ltd (**Novarise**) provides the following by way of 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, **GRII**), and their associates (**Capital Reduction**).

As announced on 1 December 2014, Novarise has not received any part of the 30% of the total proposed consideration for the Capital Reduction (ie. approximately A\$7.32 million) (**30% Consideration**) that GRII was originally required to provide by 6 November 2014, which due date Novarise agreed to extend to 30 November 2014.

Novarise also announced on 5 December that it has decided to provide GRII until **19 December 2014** to provide the 30% Consideration to Novarise in clear funds. As at the date of this announcement however, Novarise has not received the 30 % Consideration.

The independent directors of Novarise is considering appropriate course of action and will advise the market as soon as such course of action has been determined.

Novarise has informed GRII that, with respect to all existing and previous breaches by GRII of the Implementation and Funding Agreement in relation to the Capital Reduction, Novarise reserves all of its rights.

Dated: 23 December 2014

Signed: 

Name: John O'Brien

On behalf of the Independent Directors of Novarise

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