

# NOVARISE RENEWABLE RESOURCES INTERNATIONAL LTD

## Australian Securities Exchange Announcement

Wednesday 18 March 2015

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

### ASX Announcement – Termination of 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 9 February 2015, the independent directors of Novarise (**Independent Directors**) had, following representations from GRII, agreed to allow GRII until 15 March 2015 to provide to Novarise in clear funds 30% of the total proposed consideration for the Capital Reduction (ie. approximately A\$7.32 million) (**30% Consideration**).

No part of the 30% Consideration has been received by Novarise and the Independent Directors do not consider that there is any reasonable prospect of the 30% Consideration being received in the short term.

Accordingly, Novarise has today terminated the implementation and funding agreement relating to the Capital Reduction, with immediate effect. This means that the Capital Reduction will not proceed.

The Independent Directors have not made this decision lightly. However, GRII has failed to demonstrate, over an extended period of time, that it has access to the funding necessary in order for the Capital Reduction to be implemented. In these circumstances, the Independent Directors do not consider that there is any viable option at this time other than to terminate the Capital Reduction.

Dated: 18 March 2015

Signed:   
Name: Liandong TU

On behalf of the Independent Directors of Novarise

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