



# ASX RELEASE

## Infigen Energy

Level 22, 56 Pitt Street Sydney NSW 2000 Australia  
T +61 8031 9900 F +61 2 9247 6086

Infigen Energy Limited ABN 39 105 051 616

Infigen Energy Trust ARSN 116 244 118

Infigen Energy (Bermuda) Limited ARBN 116 360 715

[www.infigenenergy.com](http://www.infigenenergy.com)

16 August 2013

## **IMPAIRMENT OF US ASSETS AND GUIDANCE CONFIRMATION**

Infigen Energy (ASX: IFN) today announced that it expects to record a non-cash impairment expense of approximately US\$55 million (A\$58.4 million) against its United States Cash Generating Unit (US CGU) in its financial statements for the year ended 30 June 2013 (FY13). The impairment expense will result in an 11% reduction in book value of the US CGU to US\$430 million as at 30 June 2013. The final amount of the impairment expense is subject to completion of the audit, and Board review and approval of the financial statements that are due to be released to the market on 23 August 2013.

The impairment expense is being recognised following an external review of Infigen's valuation assumptions commissioned by Infigen. The review was undertaken on a value-in-use basis for accounting purposes. As a result of that review, relevant valuation assumptions have been revised. A higher discount rate and a lower gearing assumption are primarily responsible for the lower book valuation outcome for the US CGU. These assumptions do not reflect Infigen's actual Global Facility terms, which are more favourable than those available in the current market.

Other key operational assumptions including production, merchant prices and operating costs have also been reviewed and updated to reflect the outcome of biannual price forecast updates and the recently executed post-warranty maintenance agreements, but in aggregate these updates have not changed valuation materially.

As a non-cash item the impairment expense does not affect Infigen's expected future operational or cash flow performance. The impairment has no effect on the Global Facility leverage ratio covenant which remains compliant.

Infigen released its FY13 revenue and production result to the market on 31 July 2013. Infigen's Managing Director, Miles George said, "Although our FY13 results will include this one off non-cash item the underlying performance of the business was solid. I'm pleased to report that subject to final audit and Board approval of the accounts, Infigen expects wind farm operating costs in each region to be below the bottom end of the guidance ranges and Global Facility debt amortisation to be marginally above \$55 million."

## **ENDS**

For further information please contact:  
Richard Farrell, Investor Relations Manager  
Tel +61 2 8031 9900



### **About Infigen Energy**

Infigen Energy is a specialist renewable energy business. We have interests in 24 wind farms across Australia and the United States. With a total installed capacity in excess of 1,600MW (on an equity interest basis), we currently generate enough renewable energy per year to power over half a million households.

As a fully integrated renewable energy business in Australia, we develop, build, own and operate energy generation assets and directly manage the sale of the electricity that we produce to a range of customers in the wholesale market.

Infigen Energy trades on the Australian Securities Exchange under the code IFN.

For further information please visit our website: [www.infigenenergy.com](http://www.infigenenergy.com)