



ASX RELEASE

Infigen Energy

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Infigen Energy Trust ARSN 116 244 118

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17 June 2019

LETTER TO INFIGEN SECURITY HOLDERS

Infigen Energy (ASX: IFN) provides a copy of the attached letter which is currently being mailed to security holders.

ENDS

For further information please contact:

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About Infigen Energy

Infigen is leading the clean energy transition in Australia. Infigen sources and generates renewable energy, increases the value of intermittent renewables by firming, and provides customers with clean, reliable and competitively priced energy solutions.

Infigen generates renewable energy from its owned wind farms in New South Wales (NSW), South Australia (SA) and Western Australia (WA). Infigen also sources renewable energy from third party renewable projects under its 'Capital Lite' strategy. Infigen increases the value of intermittent renewables by firming them from the Smithfield Open Cycle Gas Turbine in Western Sydney, NSW, and its 25MW/52MWh Battery in Lake Bonney, SA, where commercial operations are expected in Q1FY20.

Infigen's energy retailing licences are held in the National Electricity Market (NEM) regions of Queensland, New South Wales (including the Australian Capital Territory), Victoria and South Australia.

Infigen is a proud and active supporter of the communities in which it operates.

For further information, please visit: www.infigenenergy.com



Infigen Energy Limited ABN 39 105 051 616
Infigen Energy Trust ARSN 116 244 118, with
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Dear Security Holder

SRN/HIN:

I am pleased to be writing to you today to recap the successful progress Infigen Energy is making in executing its strategy (Refer Section 1 below) and to request that you ensure your details regarding an expected distribution are current. (**ACTION REQUIRED – Refer Section 2**)

Section 1 – Infigen Business Strategy Update

As announced to the market by Infigen Energy (ASX: IFN) on 23 May 2019, I am pleased to advise that Infigen expects to make a payment of a half-yearly distribution of 1 cent per stapled security with respect to the six months ending 30 June 2019. Payment of any distribution remains subject to the determination of the Infigen Boards later in June 2019 and will be announced to the market at that time in accordance with the ASX Listing Rules.

This outcome is the result of the successful delivery of Infigen's strategy. As the Australian electricity market has evolved, Infigen has adapted. Today Infigen is an active energy market participant providing clean electricity to our customers. We generate and source low cost renewable energy and we add value to it by firming it to meet customer needs. This enables us to provide customers with reliable, competitively priced clean electricity.

PROGRESS TO DATE IN POSITIONING INFIGEN AS THE RETAILER OF RELIABLE CLEAN ENERGY

The delivery of this strategy has had many milestones. The journey began nearly three years ago with the resetting of our strategy in anticipation of the new challenges that were emerging in the national electricity market with the progressive retirement of the aging coal fired generators, the rising gas prices and the decline in the cost of intermittent renewable generation. An early objective was to refinance our Corporate debt facility. This achievement provided Infigen with a flexible capital structure to manage its business as a portfolio of assets and has ultimately enabled the resumption of distributions.

We have also increased our renewable energy available for sale through a range of projects that we have either funded on balance sheet or through our "capital lite" strategy – whereby we purchase renewable generation from third parties under long term supply contracts. Specific initiatives include:

- Commissioned the 113 MW Bodangora Wind Farm, on balance sheet, in NSW;
- Procured 30 MW of generation under medium term contract from the Kiata Wind Farm in Victoria;
- Entered into a long term contract to procure the generation from the 57 MW Cherry Tree Wind Farm in Victoria;
- Successfully contracted more than 40% of our generation under medium term supply contracts to Commercial and Industrial customers;
- Enhanced our retailing systems and capabilities;
- Purchased the Battery Energy Storage System at Lake Bonney, SA;
- Acquired the Smithfield Open Cycle Gas Turbine in Sydney NSW. The Smithfield peaking facility will enable us to not only increase capital lite renewable generation by 300-400 MW, but also to increase firm contracting to 75% of our generation.

MORE WORK STILL TO DO

There are further steps ahead. Infigen is:

- Actively exploring opportunities to enter into new "capital lite" renewable power purchase agreements;
- Committed to continued deleveraging, with \$189 million of scheduled debt amortization by FY23 (vs FY18);
- Actively engaged with Commercial and Industrial customers to increase firm contracting to 75% over the medium term;

- Continuing to invest in our customer service capability;
- Evaluating opportunities to grow our physical firming capacity in South Australia;
- Pursuing a target of becoming carbon neutral for our entire business by FY25 – a reflection of our commitment to lead the clean energy transition in Australia.

RETURNING VALUE TO SECURITY HOLDERS

I am pleased with the progress we have made in investing in accretive growth and continuing to reduce leverage. But it is particularly pleasing to have now arrived at a point where your Board believes we can now begin to return capital to security holders on a sustainable basis. It is for this reason that I am writing to you. Given that Infigen has not issued a distribution since 2011 it is appropriate that we ask you to ensure that we have accurate information to enable us to pay the expected distribution to you in your preferred manner.

Section 2 – Important Distribution Information – ACTION REQUIRED

With respect to the expected distribution, as an Infigen security holder, you can act now to ensure that you receive your payment in the most cost-effective manner. In accordance with the Constitution of the Infigen Energy Trust, the Record Date for any distribution relating to the 2H/FY19 period will be 28 June 2019. Updating your details held by the registry by 28 June 2019 will ensure that any distribution is paid into the correct bank account, or a distribution cheque is mailed to the correct address, and the correct taxation treatment is applied to the distribution.

Electronic Direct Credit Details

Providing your bank details will enable Infigen to pay distributions to you by direct credit which is a more cost effective, efficient and secure method of payment than cheque. There are no delays in receipt of distributions and the risk of a cheque being lost, delayed or stolen is removed.

Tax File Number (TFN) / Australian Business Number (ABN)

Australian Residents who do not have a TFN or ABN recorded by the Record Date may have tax withheld from any distribution paid.

Electronic Communications

Infigen encourages security holders to elect to receive all communications by e-mail (e.g. Distribution Statements, Notice of Meeting, Annual Report). This avoids postage delays, assists us in reducing waste to improve the environment and allows cost savings to be passed onto security holders.

Distribution Reinvestment Plan

Infigen's Distribution Reinvestment Plan (DRP) allows security holders to increase their investment in Infigen over time by automatically reinvesting cash distributions in new IFN stapled securities. If you have previously elected to participate in the DRP and do not wish to change those instructions, then no further action is required. If you wish to change your election (including to opt in or out of the DRP, or to change your level of participation in the DRP), you can do so by contacting Infigen's security registry, Link Market Services.

The operation of the DRP in respect of any particular distribution is at the discretion of the Infigen Boards. Whether the DRP will apply to any distribution payable for the 2H/FY19 period will be announced to the market if and when that distribution is confirmed.

If the above details are all up to date, then no further action is required by you.

Update Your Details Online

You are able to update your details online via the secure website of the registry at www.linkmarketservices.com.au. Information to assist you in completing this process is on the next page.

If you do not have internet access, please call +61 1800 226 671 and follow the instructions to update your details over the telephone or request that the registry send you any necessary forms to your registered postal address.

Thank you for your ongoing support of Infigen Energy.

Yours faithfully



Len Gill
Chairman
Infigen Energy



Update your details online

1. Visit www.linkmarketservices.com.au and click on **Investor Login** or scan the QR Code (on the right) to take you to the Investor Centre.
2. You may wish to set up a **Portfolio*** to easily manage multiple holdings.
* Setting up a Portfolio login allows you to easily manage your holdings across a number of issuers for whom Link acts as the Share Registry.
3. If you do not have a **Portfolio** login, please login using the **Single Holding** login.
4. Type in Infigen Energy or IFN in the **Issuer Name** field.
5. Enter your Securityholder Reference Number (SRN) or Holder Identification Number (HIN). This is located on the top right-hand side of the front of this letter and on your holding statement.
6. Enter your postcode or, if your registered address is overseas, click on the **Outside Australia** link to look up your country of residence.
7. Type in the security code.
8. Click on the box regarding the terms and conditions.
9. Click on **Login**.



Update your communication preference

1. Click on the **Communications** tab at the top of the page.
2. Check the first button to receive all communications electronically. This will include company announcements, distribution statements, annual reports, and notices of meeting documents.



Update your bank account and TFN/ABN details or to elect to participate in the Distribution Reinvestment Plan

1. Click on **Payments & Tax** tab.
2. Update payments instructions.
3. Update tax details.
4. Enter Distribution Reinvestment Plan details (if you wish to participate).

Personal Information Collection Notification Statement: Link Group advises that personal information it holds about you (including your name, address, date of birth and details of the financial assets) is collected by Link Group organisations to administer your investment. Personal information is held on the public register in accordance with Chapter 2C of the Corporations Act 2001. Some or all of your personal information may be disclosed to contracted third parties, or related Link Group companies in Australia and overseas. Your information may also be disclosed to Australian government agencies, law enforcement agencies and regulators, or as required under other Australian law, contract, and court or tribunal order. For further details about our personal information handling practices, including how you may access and correct your personal information and raise privacy concerns, visit our website at www.linkmarketservices.com.au for a copy of the Link Group condensed privacy statement, or contact us by phone on +61 1800 502 355 (free call within Australia) 9am–5pm (Sydney time) Monday to Friday (excluding public holidays) to request a copy of our complete privacy policy.