



ASX Release

Friday, 19 April 2013

REDBANK PROJECT PTY LTD – ARBITRATION AWARD PAYMENT

Redbank Energy Limited (ASX: AEJ) advises that its wholly owned subsidiary Redbank Project Pty Ltd ("**Redbank Project**") on 16 April 2013 received payment of approximately \$19.5 million from AusGrid (via its agent EnergyAustralia). This payment was pursuant to the award dated 3 April 2013 in the arbitration with AusGrid in relation to the pass through of Redbank Project's liability under the Clean Energy Act to AusGrid under the Power Purchase and Hedge Agreement ("**PPHA**") to which Redbank Project and AusGrid are parties.

EnergyAustralia on behalf of AusGrid has also advised that all future payments received by Redbank under the PPHA will include the adjustment to be made under the arbitration award to reflect Redbank Project's Clean Energy Act costs in relation to the Contract Amount under the PPHA.

Redbank notes that Redbank Project is also seeking payment by AusGrid of Redbank Project's legal costs in the arbitration as provided for by the arbitration award. The quantum of these costs will either be agreed and paid by AusGrid or be determined in accordance with an assessment process.

As noted in a previous release, the arbitration award also provides that Redbank Project is entitled to retain the payment of \$8.7 million it received from the Commonwealth Government's Energy Security Fund.

ENDS

Further Information:

Richard Butler
Chairman & Company Secretary - Redbank Energy Limited
T + 61 2 8405 6810
