

NOVARISE RENEWABLE RESOURCES INTERNATIONAL LTD

Australian Securities Exchange Announcement

Friday 07 November 2014

The Manager
Companies Announcement 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 8 October 2014, under the Implementation & Funding Agreement between Novarise and GRII (**IFA**), GRII was required to provide to Novarise an amount equal to 30% of the total proposed consideration for the cancellation of all the Novarise shares held by shareholders other than GRII and its associates (ie. approximately A\$7.32 million) for the purposes of funding the Capital Reduction, by 6 November 2014.

Novarise has not received any such funding from GRII. Rather, Novarise has received correspondence from GRII requesting an extension of time to provide this funding by 30 November 2014.

The Independent Directors of Novarise are currently considering their position with respect to GRII's failure to provide these funds and expect to make a decision shortly, following which the Independent Directors will advise ASX of their decision.

Dated: 07 November 2014

Signed: 

Name: John O'Brien

On behalf of the Independent Directors of Novarise

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