



Delivered by Email To: All known Affected Persons of Consolidated Infrastructure Group Limited
(In business rescue)
Companies and Intellectual Property Commission

Displayed: Registered office and principal place business of the Company and anywhere
where employees are employed

Published: On the website maintained by the Company and accessible to Affected
Persons

09 September 2021

**REPORT ON THE STATUS OF THE BUSINESS RESCUE PROCEEDINGS OF CONSOLIDATED
INFRASTRUCTURE GROUP LIMITED (IN BUSINESS RESCUE) ("COMPANY")**

1. In accordance with section 132(3)(a) and section 132(3)(b) of the Companies Act 71 of 2008, as amended ("**Act**") when the business rescue proceedings of a company have not concluded within 3 months of the date on which they started, a business rescue practitioner is required to–
 - 1.1. prepare a report on the progress of the business rescue, and update it at the end of each month until the end of the business rescue proceedings; and
 - 1.2. deliver the report and each update to each affected person and to the Companies and Intellectual Property Commission ("**CIPC**").
2. Accordingly, we hereby provide you with the eighth report on the status of the Company's business rescue proceedings.
3. Capitalised words not otherwise defined in this notice shall have the meaning ascribed to them in the Plan.
4. Affected Persons are hereby updated on the following matters which remain relevant since the publication and distribution of the seventh status update report:



- 4.1. Delisting – Affected Persons are reminded that the Company delisted its ordinary shares from the JSE Limited on 26 July 2021.
- 4.2. Asset and Business Sales – Negotiations regarding potential sales processes related to assets and businesses of the Company which are available to realise potential value for the Company’s Affected Persons, are ongoing. Since the delisting became effective on 26 July 2021, no further asset sales have occurred other than through the ongoing Business Rescue Process of Consolidated Power Projects (Pty) Ltd. (in business rescue). As the Company has delisted, updates with regards to the sale processes shall be included in this monthly report going forward.

Sale of Major Assets:

- 4.2.1. Conlog: A comprehensive sale process is underway for the sale of Conlog. The sale process has advanced to the point whereby a limited number of interested parties are being directly engaged, with a view to negotiating and concluding the sale transaction with a preferred party (or group of parties). The transaction is expected to complete in Q4 of 2021, however, will likely be subject to a number of competition authority approvals in various African jurisdictions which could potentially cause delays to the implementation of the transaction.
- 4.2.2. CBM: The sale process of CBM has advanced and negotiations are being concluded. Transaction agreements are expected to be signed during the month of September 2021. Given the regulatory requirements of the CBM sale transaction, specifically the requirement for DMR Section 11 approval, transaction closure will be subject to the receipt of such regulatory approvals.
- 4.2.3. AES: The sale process of AES has advanced, and negotiations are being concluded. Transaction agreements are expected to be signed during the month of September 2021. We anticipate limited regulatory requirements to close this transaction.

Sale of Smaller Assets (as detailed in the Plan, section 2.8.4):

- 4.2.4. CIGenCo: As per the Plan, the Ejuva assets (CIGenCo SA) was disposed of in April 2021. The remaining material assets within the CIGenCo business unit have been



disposed of. As part of the sale of the Ejuva assets and the remaining assets, an element of deferred consideration exists which is in the process of being collected (to the extent possible).

- 4.2.5. Tractionel: As per the Plan, Tractionel was disposed of in April 2021. An element of deferred consideration exists, which is in the process of being collected (to the extent possible).
- 4.2.6. CPM: As per the Plan, CPM was disposed of in March 2021. An element of deferred consideration exists, which is in the process of being collected (to the extent possible).
- 4.2.7. Consolidated Power Projects Energy Solutions ("CONCO ES") - The Company can confirm that the sale process of its wholly owned subsidiary, CONCO ES, has been concluded. The transaction involved the sale of the ES business (defined in the sale agreement as selected contracts, employees and certain fixed assets and inventory) from CONCO ES to DLO Energy Solutions Proprietary Limited, a company owned by DLO Resources Group and JMD Energy Resources. This transaction enabled the Company to ensure that the ES business could continue to trade as a going concern and in so doing, ensured the retention of all current employees. DLO Energy Solutions is a 100% Black Owned, 51% Black Female Owned, level 1 BBBEE EPC and O&M Service Provider.
- 4.3. Reduction of Operating and Overhead Costs – Since the commencement of Business Rescue, employee overhead costs have reduced by 87%, office overhead costs have reduced by > 95% (remaining employees are all working remotely with occasional physical meetings), and IT and infrastructure operating costs have reduced by 68%. We continue to significantly reduce operating and overhead costs, wherever possible.
- 4.4. Disputed Creditor Claims – As noted in previous reports, Section 3.2 of the Plan provides a Dispute Mechanism process for Creditors to deal with any disputes related to Claims. Creditors who wish to dispute the amount and/or the inclusion/exclusion of their claims against the Company reflected in Annexure E are at liberty to follow such process if they so wish.



**Consolidated
Infrastructure
Group Limited**

5. If you have any queries, they may be directed to business.rescue@ciqlimited.com. Affected Persons are reminded that all relevant notices circulated to the Affected Persons of the Company, to date, have been published on the Company's website at www.ciqlimited.com, under the Business Rescue tab.

Yours faithfully,

A handwritten signature in black ink, appearing to be 'PF van den Steen', written over a horizontal line.

PF VAN DEN STEEN
Business Rescue Practitioner
Consolidated Infrastructure Group Limited

A handwritten signature in black ink, appearing to be 'MDT Liebenberg', written over a horizontal line.

MDT LIEBENBERG
Business Rescue Practitioner
Consolidated Infrastructure Group Limited

**Companies and Intellectual Property Commission
Republic of South Africa**

Form CoR 125.1

About this Form

- This form is issued in terms of section 132 and 141 of the companies Act, 2008, and Regulation 125 of the Companies Regulations, 2011.
- This Notice and the attached report must be published to every affected person, and to-
 - a) The Commission, if the business rescue proceedings were started by the company; or
 - b) The court, if the proceedings were ordered by the court.
- A report and Notice must be issued at the end of the first three months of the business rescue proceedings, and at regular monthly intervals after that

Contacting the Commission

The Companies and Intellectual Property Commission of South Africa

Postal Address

PO Box 429
Pretoria
0001
Republic of South Africa
Tel: 086 100 2472

www.cipc.co.za

Business Rescue Status Report

Date: 09 September 2021

Customer Code: WERKMP

Concerning

(Name and Registration Number of Company)

Name: Consolidated Infrastructure Group Limited

Registration No: 2007/004935/06

The above named company commenced business rescue proceedings on 09 November 2020.

Because the business rescue proceedings have not concluded within three months, the appointed business rescue practitioner provides the attached report in terms of section 132 (3).

Name and Title of person signing on behalf of the Practitioner:

PF van den Steen and MDT Liebenberg - Joint Business Rescue Practitioners

Authorised Signature:

