



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

10 December 2021

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

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 December 2021 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 November 2021 status update report:
 - 4.1. 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. As the Company has delisted, updates with regards to the sale processes shall be included in these monthly reports.



Sale of Major Assets:

- 4.1.1. Conlog: As previously disclosed, 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 sale process was hampered due to the lengthy COVID-19 Level 4 lockdown in South Africa as well as the unrest, particularly in Durban where Conlog keeps its primary manufacturing facility and head office. As a result, the originally envisaged transaction is currently under review and the appropriate way forward for the asset is now being reassessed. Therefore, closing is no longer expected to be in Q1 of 2022. Upon determining the appropriate way forward for the asset, the Business Rescue team will engage with the relevant stakeholders to ensure alignment.
- 4.1.2. CBM: As previously disclosed, the sale process of CBM has advanced significantly, culminating in the signing of transaction agreements on or about 16 September 2021. There are a number of conditions precedent contained in the sale agreement, including the regulatory requirements of the CBM sale transaction, specifically the requirement for DMR Section 11 approval, which the Business Rescue team are now in the process of managing. Transaction closure is subject to the receipt of such regulatory approvals.
- 4.1.3. AES: As previously disclosed, the sale process of AES has advanced, culminating in the signing of transaction agreements on or about 7 November 2021. There are a number of conditions precedent contained in the transaction agreement, including certain competition regulatory requirements in Angola, which the Business Rescue team is in the process of managing. Transaction closure is subject to the receipt of such regulatory approvals, which are expected to be received in Q1 2022.

Sale of Smaller Assets:

- 4.1.4. 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). Collection of the deferred consideration, if due and payable, shall likely occur in Q1 2022.
- 4.1.5. Consolidated Power Projects Energy Solutions (“CONCO ES”) – as previously disclosed, 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 (“**DLO ES**”). One of the primary factors that enabled the transfer of employees from CONCO ES to DLO ES was the intention that the selected contracts considered within the sale of the CONCO ES business, included the ongoing contracts entered into between the Company’s wholly owned subsidiary, Consolidated Power Projects Proprietary Limited (in business rescue) (“**CPP SA**”) and certain entities within the Eskom Holdings SOC Limited group (“**Eskom**”). In this regard, CONCO ES, CPP SA and DLO ES continue discussions with Eskom regarding the cession of these contracts from CPP SA to DLO ES.

5. If you have any queries, they may be directed to business.rescue@ciglimited.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.ciglimited.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: 10 December 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:

