



CONSOLIDATED POWER PROJECTS

Consolidated Power Projects (Pty) Ltd (in business rescue)
Company Registration Number: 1963/006171/07

Physical address: Regus Offices Midrand – 43 Montrose Street
Vorna Valley
Johannesburg
1686

Postal address: Private Bag X42
Halfway House, 1685, South Africa

E-mail: BR@concogrp.com
Website: www.concogrp.com

Delivered by Email To: All known Affected Persons of Consolidated Power Projects Proprietary Limited
(in business rescue)
Companies and Intellectual Property Commission

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

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

November 2021

STATUS UPDATE REPORT REGARDING THE PROGRESS OF THE BUSINESS RESCUE PROCEEDINGS OF CONSOLIDATED POWER PROJECTS PROPRIETARY LIMITED (IN BUSINESS RESCUE) ("COMPANY" or "CPP")

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 subsequent 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 November 2021 report on the status of the Company's business rescue proceedings.
3. Capitalised words not otherwise defined in this report shall have the meaning ascribed to them in the legally binding Business Rescue Plan of the Company, duly approved and adopted by the relevant Affected Persons on Friday 12 March 2021 ("**Plan**").



4. Affected Persons are hereby updated on the following matters which have occurred or remain relevant since the distribution and publication of the October 2021 status update report:
- 4.1. Projects – The Company continues to endeavour to bring all key projects to a state of final completion, or alternatively, is pursuing engagements and/or agreements which will ensure their final completion, where there is direct benefit to the Company and its Affected Persons. In the last month, some of the Company’s larger projects have been negatively affected by the strike that occurred in the South African metals and engineering sector; the strike has delayed the manufacturing of various project-related steel supplies and components. This has been compounded by worldwide shipping delays, which have delayed the delivery of materials to project sites. We are actively engaging with suppliers and shippers to expedite the manufacturing and delivery of materials to project sites.
- 4.2. Asset and Business Sales – We continue to engage with interested parties regarding sale processes related to assets and businesses surplus to the needs of the Company, in accordance with the Plan.
- 4.3. Consolidated Power Projects Energy Solutions (“CONCO ES”) – we can confirm that the sale process of CONCO ES, a wholly owned subsidiary of the Company’s sole shareholder, Consolidated Infrastructure Group Limited (“**CIG**”), has been concluded. The transaction involved the sale of the CONCO ES business (defined in the sale agreement as selected contracts (including the Eskom CPP contracts), employees and certain fixed assets and inventory) from CONCO ES and CPP to DLO Energy Solutions Proprietary Limited (“**DLO ES**”), a company owned by DLO Resources Group and JMD Energy Resources. This transaction enabled the Company to ensure that the CONCO ES business could continue to trade as a going concern and in so doing, ensured the retention of all current employees. DLO ES is a 100% Black Owned, 51% Black Female Owned, level 1 BBBEE EPC and O&M Service Provider. It should be noted that 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 CPP and certain entities within the Eskom Holdings SOC Limited group (“**Eskom**”). In this regard, both CONCO ES, CPP and DLO ES continue discussions with Eskom regarding the cession of these contracts from CPP to DLO ES.



- 4.4. Guarantees – Of the total guarantees outstanding as at the commencement of business rescue, **22%** have been returned to the guarantee providers (by way of reduction, cancellation or expiry) and **20%** have been called. Thus, **58%** of guarantees remain outstanding as of 30 September 2021.
- 4.5. Post-Commencement Finance (“PCF”) –To date, sufficient PCF has been advanced by PCF lenders to enable the implementation of the Plan, according to the Company’s current cash flow forecast. As noted in previous status update reports, the Company’s business rescue proceedings and ongoing ability to trade, are wholly dependent on the PCF provided by the PCF lenders.
- 4.6. Disputed Creditor Claims – Creditors who have submitted Disputed Claims will be contacted in the upcoming month regarding the status of their Disputed Claims. As detailed in previous status update reports, Section 3.3 of the Plan provides a Dispute Mechanism process for persons to deal with any disputes related to claims. Creditors who dispute the amount and/or the inclusion/exclusion of their claims against the Company reflected in Annexure F of the Plan, are still able to follow such process if they so wish.
5. Affected Persons are reminded that all notices and documents regarding the business rescue proceedings of the Company, to date, have been circulated to all known Affected Persons and have additionally been published on the Company's website at: www.concogrp.com, under the “Business Rescue” tab.
6. If you have any queries, they may be directed to the business rescue email address at: br@concogrp.com.

Yours faithfully,

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

PF van den Steen
Joint Business Rescue Practitioner
Consolidated Power Projects (Pty) Ltd

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

MDT Liebenberg
Joint Business Rescue Practitioner
Consolidated Power Projects (Pty) Ltd

**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: 05 November 2021

Customer Code: WERKMP

Concerning

(Name and Registration Number of Company)

Name: Consolidated Power Projects Proprietary Limited

Registration No: 1963/006171/07

The above named company commenced business rescue proceedings on 02 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:

