



JSC Caucasus Energy &Infrastructure

Tbilisi, 15th May 2017

Dear shareholders,

JSC Caucasus Energy and Infrastructure management would like to inform you that according to the resolution of EGM held on the 17th March, 2017, the company in the first term redeemed and cancelled the maximum amount, 6 346 289 common shares from its shareholders. Respectively company capital was also reduced. Company's current amount of shares issued are 41 904 564 common shares, outstanding amount is 19 038 874 common shares and share capital amounts to 10 476 141 GEL.

The EGM of the company will be held on the 31st May 2017. According to the agenda the second term of the redemption process is planned where the company is able to buy back 4 759 710 common shares from company shareholders. One share buy-back price is still the GEL equivalent of 0.42 US Dollars. The second redemption term is needed in order to meet share buy-back requirement of those shareholders partially or in full that were not accommodated during the first term. According to management's pre-evaluation share buy-back demand will exceed the amount of redeemable shares in this case as well.

The company management recommends you to participate in second term of share redemption.