



Tbilisi, 26th August 2016

To JSC “Caucasus energy and infrastructure’s shareholders

Dear shareholders,

Please, be informed that CEI management has successfully sold 5ha agricultural land in Mtskheta district, village Qanda, on July 7, 2016, for a total price of USD 125,000.

The rest of the real assets (Non-agricultural land 0,4ha and non-agricultural land 9,8 ha, next to Tbilisi Airport) are still under court restriction.

The management, however, will actively continue activities to sell these real assets as soon as possible in order to be able to start the liquidation process.