



Company Overview

- CEI focuses on greenfield investments in small and medium-sized hydro power plants (HPP) and electricity transmission lines in Georgia
- The company has the license and is currently working on the construction of 46.4 MW Mtkvari HPP in South Georgia.

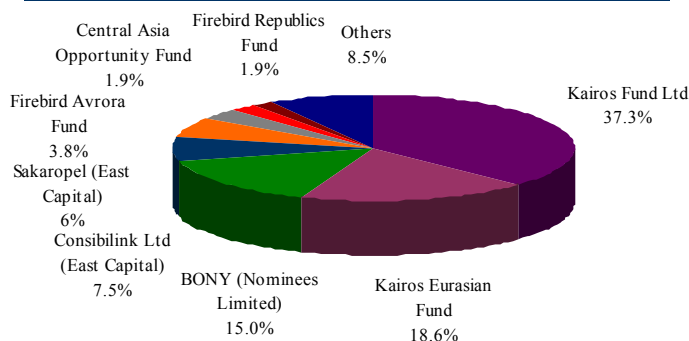
Key Facts

- Domicile – Georgia
- Status – Joint Stock Company
- Investment advisor – Galt & Taggart Asset Management
- Registrar – JSC Kavkasreestri
- Legal counsel – BGI Legal
- Auditor – Ernst & Young Georgia LLC
- Base currency – Georgian Lari (GEL)
- Management fee – 1.5% of NAV, plus a performance fee calculated as 15% of annual share price appreciation over the hurdle rate, payable annually in arrears
- Hurdle rate – Equal to Bank of Georgia’s one-year GEL term deposit, set annually

News

- Turkish company ENCON completed the environmental and social impact assessment of Mtkvari HPP, which was approved by the Ministry of Environment Protection and Natural Resources of Georgia
- Mtkvari HPP LLC selected the partners who will participate in the civil engineering and construction works of the hydro power plant through the competitive bidding process. The key personnel working on the project consist of professionals from JSC HydroSpetsGvirabMsheni and JSC HydroEnergoMontazhi and JSC Caucasus Hydro Construction, a fully owned subsidiary of CEI
- Following the extensive consultations with Icelandic Verkis and Ukrainian UkrHydroProject, Mtkvari HPP LLC decided upon the tunnel construction methodology, which will entail using a roadheader as a tunnel drilling machine due to lower costs and smaller risks associated with it
- UkrHydroProject completed the first stage of the project design of Mtkvari HPP
- In September 2009 Mtkvari HPP LLC commenced the infrastructural and general preparatory works on the construction site, including its electrification through a 10 kilowatt transmission line connecting the site directly to the grid
- The actual construction of Mtkvari HPP started on 7 November 2009

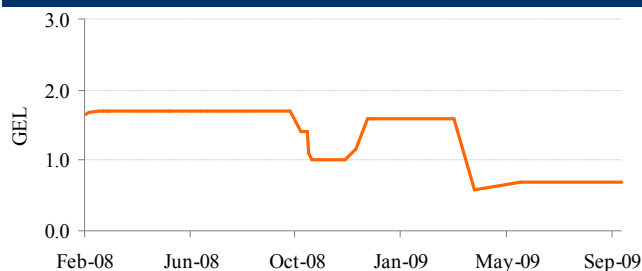
Ownership Structure



Share Data, as of 30-Sep-2009

Authorized shares, mln	70.0
Outstanding shares, mln	21.3
Price per share, GEL	0.70
GSE ticker	NRGY
Price change, since the IPO	-56.3%
Mcap, GEL mln	14.9
Mcap, US\$ mln	8.9

Price Per Share



Income Statement (GEL)	Q3-2009 (Unaudited)	Q2-2009 (Unaudited)	Change %
Operating revenue	4,307	5,314	-19%
Investment income	1,173,092	1,162,538	1%
Other non-operating revenue less exp.	1,059,752	605,383	75%
Total revenue	2,237,150	1,773,235	26%
Impairment charge	-	-	n/a
Salaries and other benefits	(92,301)	(92,760)	0%
General and administrative expenses	(282,072)	(335,886)	-16%
Depreciation and amortisation charges	(8,188)	(5,836)	40%
Finance cost	-	-	n/a
Total expenses	(382,561)	(434,482)	-12%
Profit/(loss) before income tax	1,854,589	1,338,753	39%
Income tax (expense)/benefit	(108,258)	(75,101)	44%

Profit/(loss) for the period	1,746,332	1,263,652	38%
Balance Sheet (GEL)	30-Sep-09 (Unaudited)	30-Jun-09 (Unaudited)	Change %
Property, plant and equipment	6,423,701	5,063,105	26.9%
Intangible assets	1,793	1,845	-2.9%
Investment property	7,774,888	7,774,888	0.0%
Restricted cash	10,834,066	10,710,034	1.2%
Deferred income tax assets	-	-	n/a
Total non-current assets	25,034,448	23,549,872	6.3%
Assets held for sale	480,930	480,930	0.0%
Available-for-sale financial assets	4,168,105	3,629,576	14.8%
Trade and other receivables	1,243,810	2,904,681	-57.2%
Bank deposits	15,541,353	-	n/a
Cash and cash equivalents	12,116,745	25,626,204	-52.7%
Total current assets	33,550,941	32,641,390	2.8%
Total assets	58,585,389	56,191,262	4.3%
Share capital	11,783,577	11,783,577	0.0%
Share premium	40,116,908	40,115,558	0.0%
Treasury shares	(6,459,362)	(6,460,112)	0.0%
Other reserve	1,983,427	1,444,898	37.3%
Retained earnings/(accumulated deficit)	10,532,709	8,786,377	19.9%
Total equity attributable to shareholder	57,957,260	55,670,299	4.1%
Minority interest	96,019	96,019	0.0%
Total equity	58,053,279	55,766,318	4.1%
Deferred income tax liability	75,236	75,236	0.0%
Total non-current liabilities	75,236	75,236	0.0%

Total current liabilities	456,873	349,707	30.6%
Total Liabilities	532,110	424,944	25.2%
Total equity and liability	58,585,389	56,191,262	4.3%