

Announcement

CK ENV Investments Pty Ltd (ACN 169 818 035) off-market takeover bid for Envestra Limited

13 August 2014

In relation to CK ENV Investments Pty Ltd's (**CK ENV Investments**) off-market takeover offer (**Offer**) for Envestra Limited (**Envestra**), CK ENV Investments makes the following announcement.

CK ENV Investments has a 87.75% Relevant Interest in Envestra Shares

As at 4.30pm (Sydney time) on Wednesday, 13 August 2014, CK ENV Investments has a relevant interest in 87.75% of Envestra's shares.

If you accept the Offer on or before 21 August 2014, payment for your acceptance will be sent to you within 21 days

The Offer is unconditional. If you accept the Offer before the end of the Offer Period, CK ENV Investments will send payment to you, in the amount of A\$1.32 in cash for each of your Envestra shares, within 21 days of receiving your acceptance.

The Offer will close at 7.00pm (Sydney time) on Thursday, 21 August 2014. No further extension to the Offer Period and no change to the Offer consideration

The Offer Period is scheduled to close at 7.00pm (Sydney time) on Thursday, 21 August 2014. It will not be extended beyond this date. The Offer consideration of A\$1.32 per Envestra share will not be increased.

Therefore, to be assured of receiving A\$1.32 for each of your Envestra Shares, and to be sent this payment within 21 days, you must accept the Offer before 7.00pm (Sydney time) 21 August 2014.

What will happen if you do not accept the Offer and CK ENV Investments obtains a 90+% Relevant Interest

If CK ENV Investments has a relevant interest in 90% or more of Envestra's shares by 7.00pm (Sydney time) on Thursday, 21 August 2014, it will compulsorily acquire all the Envestra shares of those shareholders who have not accepted the Offer.

Under the *Corporations Act 2001*, CK ENV Investments will have around 6 weeks after lodging a compulsory acquisition notice with ASIC in which to send payment to remaining Envestra shareholders for their shares. CK ENV Investments will have until 1 month after the end of the Offer Period (21 August 2014) in which to lodge a compulsory acquisition notice with ASIC.

Therefore, it is possible that if you do not accept the Offer and CK ENV Investments becomes entitled to compulsorily acquire your Envestra shares, you will not be sent payment for those shares until up to around 10 or 11 weeks after 21 August 2014 (which is up to 7 or 8 weeks later than the timing of your payment if you accept the Offer before the end of the Offer Period).

What will happen if you do not accept the Offer and CK ENV Investments does not obtain a 90+% Relevant Interest

If CK ENV Investments is not able to proceed to compulsory acquisition of remaining Envestra Shares because it does not obtain a relevant interest in 90% or more of Envestra Shares before the end of the Offer Period, there may be negative consequences for you, as a minority shareholder, if you do not accept the Offer.

These include, potentially, reduced liquidity (which may affect your ability to subsequently sell your Envestra Shares), a reduction in your governance rights, or a material reduction in, or cessation of, distributions. In considering whether to accept the Offer before the end of the Offer Period, you should carefully consider the risks associated with being a minority shareholder. You should also consider the possibility of a substantial fall in the Envestra share price after the end of the Offer Period.

Accordingly, CK ENV Investments urges Envestra shareholders to act immediately to accept the Offer before the Offer is closed.

Further information

For further information regarding the Offer, Envestra shareholders should refer to the Bidder's Statement dated 20 June 2014 (as supplemented by the First Supplementary Bidder's Statement dated 11 August 2014) or call the Offer Information Line on 1300 621 435 (within Australia) or +61 3 9415 4877 (outside Australia).