

**CAR & GENERAL (K) PLC
CAUTIONARY ANNOUNCEMENT**

**THE CAPITAL MARKETS ACT
(Chapter 485A, Laws of Kenya)
The Capital Markets (Securities) (Public Offers, Listing and Disclosures) Regulations, 2002
(as amended)**

**Proposed acquisition of 50% of the shares in Cummins C&G Holdings Limited by Car & General Trading
Limited from CMI Africa Holdings BV**

Car & General (Trading) Limited (**C&G**), a wholly owned subsidiary of Car & General (K) PLC, has on 16th February 2023, entered into a share purchase agreement with CMI Africa Holdings BV (**Cummins BV**) for the acquisition of fifty percent (50%) of the shares in Cummins C&G Holdings Limited (the **Cummins CG**) from Cummins BV (the **Transaction**). Following completion of the Transaction, C&G will own one hundred percent (100%) of the shares in the Cummins CG. Whereas the ownership structure of the business will be changing, the commitment to the region remains unchanged by both Car & General and Cummins.

C&G entered into the joint venture with Cummins BV in 2017, and the joint venture has been successful. To continue to grow and improve customer support, the strategic decision being announced today was made jointly by both partners.

Cummins CG will continue to operate (as a wholly owned subsidiary of C&G and an authorized Cummins distributor) in the Eastern African region, comprising Kenya, Tanzania, Uganda, Rwanda, Burundi, Seychelles and Somalia.

The Transaction will be completed after approval from regulatory authorities is obtained, which is anticipated in the next 90 days.

The shareholders of Car & General (Kenya) plc and the public are advised to exercise caution when dealing in the shares of the company.

By order of the Board

Car & General (K) PLC

Dated: 16th February 2023

DISCLAIMER:

This announcement is for informational purposes only and is not intended to constitute, and may not be construed as, a public offering. It has been issued with the approval of the Capital Markets Authority pursuant to the Capital Markets (Securities) (Public Offers, Listing and Disclosures) Regulations, 2002 (as amended). As a matter of policy, the Capital Markets Authority assumes no responsibility for the correctness of the statements appearing in this announcement.