



SHUMBA
E N E R G Y
Powering the Future

Shumba Energy Ltd
IFS Court
Bank Street
TwentyEight CyberCity
Ebene 72201
Republic of Mauritius

(A public company registered in the Republic of Mauritius - Company No. 111905 C1/GBL)

COMPLETION OF PARTNERSHIP WITH KIBO MINING PLC

The Board of Directors of Shumba Energy Ltd and its subsidiaries (“Shumba” or the “Company”) is pleased to announce to the Company’s shareholders (“Shareholders”) and the public in general the results of the Special Meeting of Shareholders held on 28 March 2018.

Further to the issuance of the Circular to Shareholders dated 5 March 2018, the following resolutions were approved by the requisite majority of Shareholders at the Special Meeting:

- a) Ordinary Resolution approving that the Company enters into a partnership with Kibo Mining PLC (“Kibo”) for the exploitation of the MCIPP Resource in terms of the Partnership Agreement.
- b) Ordinary Resolution authorising the Directors to take such steps and sign all such other documents as are necessary to give effect to the ordinary resolution passed at the Special Meeting.

As the other conditions precedent for the partnership have also been met, the Company has been issued 153,710,030 new ordinary shares in Kibo with a market value of GBP 10 million as of close of business on 29 March 2018. The shares rank pari passu with the existing ordinary shares in Kibo, representing 27.13% of the enlarged share capital and consequently the Company will be a substantial shareholder of Kibo. Mr Mashale Phumaphi will join the Board of Kibo as a Non-Executive Director.

The Chairman of Shumba, Mr Alan M Clegg commented: “We are very pleased with this benchmark transaction which places and demonstrates, for the first time, a real market value on the development assets of the Company. This indicates, in line with independent valuations completed previously that the Company has a net in-situ asset value on a USD/tonne of the order of USD220m before other consideration and goodwill and showing the massive under valuation by market capitalization. The Board is therefore hopeful that this value demonstration becomes manifest in the stock price and a benefit for our shareholders and stakeholders alike as we continue to monetise the assets we hold.”

By order of the Board

SANNE Mauritius
Company Secretary

4 April 2018

This Communiqué is issued pursuant to the Botswana Stock Exchange listing requirements and Section 87 of the Securities Act 2005, Rule 5 of the Securities (Disclosure Obligation of Reporting Issuers) Rules 2007 and DEM Rule 21.

The Board of Directors of the Company accepts full responsibility for the accuracy of the information contained in this Communiqué.

