In line with the section 5.4 of the Listing Requirements of the Botswana Stock Exchange ("BSE"), Minergy Limited (share code: MIN) is required to announce through the BSE and in the press, any circumstances or events that may have an effect on the financial results of the Company, including where the expected loss before tax has differed by at least 20% for mining exploration companies.

Minergy is currently finalising results for the six-month period ended 31 December 2018 ("interim reporting period"), which are expected to be released by the BSE during the last week of March 2019. The comparative period for this cautionary announcement is the six-month period ending 31 December 2017 ("previous interim reporting period").

During the previous interim financial reporting period Minergy was still in the exploration phase of its Masama Coal project. Since the award of the mining license during August 2018, Minergy has significantly progressed the Masama Coal project towards operational status and has moved into the mine development phase of the project.

The reported loss before tax for the previous interim reporting period was P7.4 million. The Board of Minergy advises shareholders that the loss before tax for the interim reporting period will be between 30% and 40% higher than the previous interim reporting period. This equates to an additional loss before tax of between P2.2 million and P3.0 million for the interim reporting period.

The reported headline loss per share ("HEPS") and loss per share ("EPS") for the previous interim reporting was 1.97 thebe. The Company’s headline loss per share ("HEPS") and loss per share ("EPS") for the interim reporting period is expected to decrease between 20% and 30% accordingly.

The increase in loss before tax is attributable to the increase in operational expenditures, which includes additional mine site overheads, additional staff and advisory costs not included in the comparative period which is typical of a project in the mine development phase. Cash resources were utilised specifically on mine development activities such as the box cut, washing plant civil work, power and water reticulation as well as surface right compensations.

Shareholders are advised to exercise caution when dealing in the Company’s shares.

The financial information on which this trading statement is based has not been reviewed or reported on by the Company’s external auditor.

Morné du Plessis  
Chief Financial Officer  
22 March 2019