The Board of Directors of Shumba Coal Limited (the “Company”) would like to inform its shareholders and the public in general that the conditions precedent to the acquisition of 4 prospecting licences further to a Sale and Purchase Agreement (“Agreement”) dated 8 May 2013 entered into by and amongst Icilion Investments (Proprietary) Limited (“Icilion”) incorporated under the Laws of Botswana and bearing Registration Number Co. 2007/761, Sechaba Natural Resources (Proprietary) Limited (“Sechaba”) incorporated under the Laws of Botswana and bearing Registration Number Co. 2005/3838 and the Company incorporated under the Laws of Mauritius and bearing Registration Number 111905 C1/GBL could not be completed by 30 June 2014 due to delays in approvals required from the Government of Botswana.

Pursuant to further due diligence carried out on all the prospecting licences to be acquired and information obtained, the Board of Directors has agreed on 8 July 2014 to:

a. pursue the acquisition of only 2 licences, for which drilling activities have already been carried out and which is expected to add value for the Company, for a total purchase consideration of USD425,000; and
b. to extend the period for completion of the condition precedent to the acquisition of those two prospecting licences from Icilion by one year until 30 June 2015.

International Financial Services Limited
Company Secretary
This 8th July 2014

This Communiqué is issued pursuant to 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.