SHUMBA PURCHASES FOUR MORE ASSETS IN BOTSWANA FOR US$800,000

Shumba Coal Limited (“Shumba” or the “Company”) is pleased to announce that it has entered into a Sale and Purchase Agreement with Australia Stock Exchange listed Impact Minerals Ltd (“Impact”), for the purchase of four energy Prospecting Licences in the northern part of Botswana.

The four licences: PL118/2008, PL120/2008, PL121/2008 and PL097/2010 will be transferred from Impact to Shumba for a total of US$800,000, consisting of US$250,000 cash and Consideration Shares equal to US$550,000 in Shumba.

Shumba’s Managing Director, Mashale Phumaphi said, “The purchase of these four assets is an excellent outcome for Shumba and is part of our exploration strategy to develop into mines energy projects in Botswana. We look forward to continuing to investment in Botswana’s energy sector.”

ABOUT THE AGREEMENT

The purchase is subject to the successful renewal of the Prospecting Rights, Ministerial approvals, with the purchase price due and payable in the following tranches:

1. US$50,000 cash (non-refundable) payable to Impact upon execution of the Sale and Purchase Agreement.

2. US$50,000 cash payable to Impact upon the renewal of the Prospecting Rights;

3. US$150,000 cash and $550,000 in shares in Shumba payable to Impact upon the Minister of Minerals, Energy and Water Resources approving the transfer of the Prospecting Rights.

The above conditions are to be fulfilled on or before 30 June 2014, or by such later date as the Parties may agree in writing on or before this date. Further, the conclusion of the acquisition is subject to the approval of the relevant authorities in Botswana.

Yours Sincerely,

MASHALE PHUMAPHI - Managing Director
ABOUT SHUMBA

Shumba Coal is a Botswana Stock Exchange listed local exploration company whose focus is the acquisition and development of highly prospective energy exploration licenses in Botswana. Currently its flagship asset is the Sechaba Project which has approximately 1 billion tonnes of JORC compliant thermal coal resources. Due to its proximity to the A1 highway, railway line and the existence of large resources of ground water and two river basins, the project is potentially well situated for the development of a mine and a power station.

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Forward Looking Statements

This document referred to in it contain forward-looking statements. These statements relate to the future prospects, developments and business strategies of the Company and its subsidiaries (the “Group”). Forward-looking statements are identified by the use of such terms as “believe”, “could”, “envisage”, “estimate”, “potential”, “intend”, “may”, “plan”, “will” or the negative of those, variations or comparable expressions, including references to assumptions. The forward-looking statements contained in this Presentation are based on current expectations and are subject to risks and uncertainties that could cause actual results to differ materially from those expressed or implied by those statements. If one or more of these risks or uncertainties materialises, or if underlying assumptions prove incorrect, the Group’s actual results may vary materially from those expected, estimated or projected. Given these risks and uncertainties, potential investors should not place any reliance on forward-looking statements. These forward-looking statements speak only as at the date of this Presentation.

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