

APPENDIX 8A
Mining Company Quarterly Cash flow Update

Name of Company

Shumba Energy Ltd

BSE Code

SHUMBA

Quarter ended ("current quarter")

30-Sep-19

Consolidated statement of cash flows

		Current quarter USD	Year to date (3 months) USD
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	186,618	186,618
1.2	Payments for (a) exploration and evaluation	(88,051)	(88,051)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(283,812)	(283,812)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	2,288	2,288
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Trading Costs	(91,948)	(91,948)
Net Operating Cash Flows		(274,905)	(274,905)
Cash flow related to investing activities			
1.8	Payment for purchase of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	120,807	120,807
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if significant)	-	-
Net investing cash flows		120,807	120,807
1.13	Total operating and investing cash flows brought forward		
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayments of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if significant)	-	-
Net financing cash flows		-	-
Net increase (decrease) in cash held		(154,098)	(154,098)
1.20	Cash at beginning of quarter/year to date	153,003	153,003
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	(1,095)	(1,095)

Payments to directors of the company and associates of the directors payments to related entities of the company and associates of the related entities

- 1.23 Aggregate amount of payment to the parties included item 1.2
 1.24 Aggregate amount of loans to the parties included in item 1.10
 1.25 Explanation necessary for an understanding of the transactions

Current quarter
USD

116,783

-

Payment to the directors. Payment included as directors are considered related parties.

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a significant effect on consolidated assets and liabilities but did not impact cash flow

Shumba holds a financial asset, recognised as held for trading, comprising shares in Kibo Energy plc, an AIM listed entity. The Kibo share price has declined by over 44% in the quarter to 30 September 2019. The company has financial assets that it liquidates from time to time to create sufficient liquidity. As at 30 September these were valued at over USD500 000

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

There have been no outlays in the quarter ended 30 September 2019

Financing facilities available

Add notes as necessary for an understanding of the position.

- 3.1 Loan facilities
3.2 Credit standby arrangements

Amount available USD	Amount used USD
-	-
-	-

Estimated cash outflows for next quarter

- 4.1 Exploration and evaluation
4.2 Development
4.3 Production
4.4 Administration

Total

USD
250,000
-
-
375,000
625,000

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

- 5.1 Cash on hand and at bank
5.2 Deposit at call
5.3 Bank overdraft
5.4 Other (provide details)

Total: Cash at end of quarter (item 1.22)

Current quarter USD	Previous quarter USD
-	153,003
-	-
(1,095)	-
-	-
(1,095)	153,003

Changes in interest in mining tenements

Tenement reference	Nature of interest	Interest at the beginning of quarter	Interest at the end of the quarter
6.1 Interest in mining tenements relinquished,	<i>No change</i>		
reduced or lapsed			
6.2 Interests in mining tenements acquired or increased	<i>No change</i>		