

# CAUTIONARY ANNOUNCEMENT



## Minergy Limited

(Incorporated in accordance with the laws of Botswana) (Company number: 2016/18528)  
("Minergy" or "the Group" or "the Company")

[minergycoal.com](http://minergycoal.com)

---

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

---

## Minergy Limited

Unit B3 and Unit B4 | 1st Floor | Plot 43175 | Phakalane | PO Box AD 10 ABC | Phakalane | Gaborone

Tel: +267 397 2891 | Fax: +267 397 2893

Sponsoring broker: Imara Capital Securities (Pty) Ltd

Transfer secretaries: Corpserve Botswana | Unit 206 | 2nd Floor | Plot 64516 | Fairgrounds | Gaborone | Botswana

Tel: +267 393 2244 | Email: [contactus@corpservebotswana.com](mailto:contactus@corpservebotswana.com)