



SHUMBA
E N E R G Y
Powering the Future

Shumba Energy Ltd
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Republic of Mauritius

(A public company registered in the Republic of Mauritius - Company No. 111905 C1/GBL)

**ANNOUNCEMENT TO SHAREHOLDERS
RENEWABLE ENERGY DEVELOPMENTS AND ISSUE OF NEW SHARES**

The Board of Shumba Energy Ltd (Shumba or the Company) is pleased to announce that during recent months it has fast tracked the Company's projects in the renewable energy sector. Shumba intends to address the chronic regional energy shortages head-on and supply renewable energy to affected Southern African countries in a sustainable and cost-effective manner.

Tati Solar Project Update

The 300 hectare Tati Solar Project is a 100MW solar plant, located 60km east of Francistown, being developed to service the Southern African market through the Southern African Power Pool. The project will be developed in phases and will strategically target countries where the power deficits are most severe and thus power is most required. Technical feasibility studies have been completed on the project which show robust economics and ample access to its target markets. Environmental studies at the project are reaching their conclusion and Shumba is now working on securing funding for the development.

New Wind And Solar Project

Shumba has entered into a binding Term sheet with Ziyanda Energy (Pty) Ltd ("Ziyanda") to jointly develop a combination of solar and wind farms (the "Project") currently controlled by Ziyanda which combined will produce 500MW of renewable energy in the Western Cape province of South Africa. Ziyanda is a project development entity with extensive experience in developing renewable energy projects in South Africa and sub-Saharan Africa. Key attributes of the Project are as follows:

- Land area – the Project site is approximately 3,000 hectares.
- Current land use – the farms are currently used for sheep and game farming.
- Land use post development – the land will become dual use land, with energy (wind and solar) production and agricultural farming (sheep and game).
- Civil Aviation Authority Approval in place.
- Wind monitoring – over 5 years of wind data.
- Turbine selection – initial turbine evaluation and preliminary layout completed.
- Environmental Studies – preliminary environmental studies completed.
- Transport studies – transport and access surveys from Port to site completed.

Following the execution of the Term sheet, Ziyanda and Shumba are working on the conclusion of a definitive joint development agreement.

Shumba Chief Executive Officer, Mashale Phumaphi, commented "We are excited to be expanding our portfolio of energy projects to a mature and substantial energy market in South Africa. We are looking forward to working closing with our partners at Ziyanda to take these assets in production."

Share Issuance

Pursuant to the authority granted to Shumba by shareholders through special resolution passed at the Company's 2019 Annual General Meeting, Shumba's directors are pleased to confirm that 372,374 new ordinary shares (New Shares) are to be issued in settlement of short term obligations of BWP372,861 due to institutional shareholders.

The Botswana Stock Exchange has confirmed the admission and listing of the New Shares with effect from Tuesday 08 September 2020. Following admission, the Company's enlarged share capital will comprise 292,191,867 ordinary shares.

By Authority of the Board of Directors

Mr. Mashale Phumaphi
Managing Director

09 September 2020

This Announcement is issued in compliance with the Botswana Stock Exchange Equity Listing Requirements and pursuant to Section 87 of the Securities Act 2005, Rule 5 of the Securities (Disclosure Obligation of Reporting Issuers) Rules 2007.

The Board of Directors of the Company accepts full responsibility for the accuracy of the information contained in this Announcement.