

SENS ANNOUNCEMENT
(the “Notice” or “Announcement”)

ISSUER



METAL FABRICATORS ZAMBIA PLC (“ZAMEFA”)
[Incorporated in the Republic of Zambia]

Company registration number: 5079
Share Code: ZAMEFA
ISIN: ZM0000000243
Authorised by: Roseta M. Chabala – Managing Director

SPONSOR



Stockbrokers Zambia Limited
[Founder Member of the Lusaka Securities Exchange]
[Regulated and licensed by the Securities and Exchange Commission of Zambia]

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APPROVAL

The captioned Notice or Announcement has been approved by:

- i. the Lusaka Securities Exchange
- ii. the Securities and Exchange Commission
- iii. Stockbrokers Zambia Limited

DISCLAIMER AND RISK WARNING

The Notice or Announcement contained herein contains information that may be of a price sensitive nature.

Investors are advised to seek the advice of their investment advisor, stockbroker, or any professional duly licensed by the Securities and Exchange Commission of Zambia to provide securities advice.

ISSUED: 23 March 2018



METAL FABRICATORS OF ZAMBIA PLC

Company incorporated in the Republic of Zambia

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["Zamefa"]

TRADING STATEMENT

The Board of Directors of Zamefa (the "Board") advise the Shareholders that for the six-month period ending 31st March 2018, the basic earnings per share and head line earnings per share are both expected to be between 90% to 110% lower than those of the corresponding period for both the group and for the Company.

This reduction is due to the decreased demand from our main export markets and increase in funding requirement due to delay in receiving export duty and input VAT refunds from the Zambia Revenue Authority ("ZRA"). This was compounded by an ongoing environment of reduced liquidity in the local market which forced the company to curtail sales into the local utility market.

The increase in funding requirements, described above, necessitated curtailing the level of the group's trading to ensure the group's continued solvency and its ability to discharge its obligations as they fall due.

The financial performance for the second half of the year is expected to improve due to extensive discussions the Board/Management has had with Senior Government representatives as well as ZRA which have resulted in firm commitments made towards the liquidation of the outstanding amounts.

The Company expects its results for the six - month period ended 31st March 2018 to be released on SENS and published in the local press on or about 25 May 2018. Accordingly, shareholders are advised to exercise caution when dealing in the Company's securities until publication of the results.

By Order of the Board

BDO Zambia Limited – Company Secretaries

Issued in Lusaka, Zambia on 23 March 2018

Lusaka Securities Exchange Sponsoring Broker



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Stockbrokers Zambia Limited (SBZ) is a founder member of the Lusaka Securities Exchange and is regulated by the Securities and Exchange Commission of Zambia

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