



ASX Code: IKW

30 September 2020

Company Announcements Office
Australian Securities Exchange

ACQUISITION OF CRUSHING AND SCREENING EQUIPMENT THAT WAS RENTED BY IKWEZI MINING PROPRIETARY LIMITED FROM ZARBON ZIMELE PROPRIETARY LIMITED FOR USE AT THE KLIPRAND COLLIERY

Ikwezi Mining Limited (**ASX: IKW** or the **Company**).

The Company wishes to announce that its 70% owned South African subsidiary, Ikwezi Mining (Pty) Ltd ("Ikwezi") has purchased the mobile crushing and screening equipment that it was renting from Zarbon Zimele (Pty) Ltd, an associated company at cost.

The assets were being utilized on a rental basis at Ikwezi's Kliprand Colliery and Ikwezi has since received an arm's length offer to acquire the assets at a value of R3 774 724.05 (*Three million seven hundred and seventy four thousand seven hundred and twenty four Rands and Five Cents*), VAT Exclusive (Approximately USD\$313 302.00).

A vital element of the success of this acquisition is the ownership of the crushing and screening equipment by Ikwezi, which will not only be an addition to Ikwezi's asset register thereby increasing the asset value, but will ensure that Ikwezi produces different aggregate sizes of its ROM Coal on site, thereby reducing operating costs in the long run.

For further details, contact Mr Nitin Agrawal via email on nitin@ikwezi.co.za and/or +27 10 446 8452.

This announcement has been authorised by the Board of Ikwezi Mining Limited.

ABOUT IKWEZI

Ikwezi Mining Ltd is focused on the exploration and development of coal projects in South Africa. The Ikwezi Mining Ltd's mining right area consists of a number of opencast and underground areas. The Kliprand Colliery (previously, Mtendeka) is the initial opencast area where mining operations have commenced. Ikwezi Mining Limited has a 70% stake in the mining right area located in the province of KwaZulu-Natal and are in close proximity to rail and port infrastructure.

Disclaimer regarding future matters and forward-looking statements

This announcement contains reference to certain intentions, expectations, estimates, future plans, strategy and prospects of the Company. Those intentions, expectations, estimates, future plans, strategy and prospects may or may not be achieved. They are based on certain assumptions, which may not be met or on which views may differ and may be affected by known and unknown risks. The performance and operations of the Company may be influenced by a number of factors, many of which are outside the control of the Company. No representation or warranty, express or implied, is made by the Company or any of its directors, officers, employees, advisers or agents that any intentions, expectations or plans will be achieved either totally or partially or that any particular rate of return will be achieved and each of those persons expressly disclaims all liability with respect to such forward-looking information. Given the risks and uncertainties that may cause the Company's actual future results, performance or achievements to be materially different from those expected, planned or intended, recipients should not place undue reliance on these intentions, expectations, future plans, strategy and prospects.