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Company [Kiwara PLC](#)
TIDM KIW
Headline Further Re IFC Equity Subscription
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KIWARA PLC

("Kiwara" or "the company")

- SPECIFIC ISSUE OF SHARES FOR CASH TO THE INTERNATIONAL FINANCE CORPORATION ("IFC")
- THE GRANT OF AN OPTION TO SUBSCRIBE FOR ADDITIONAL SHARES TO THE IFC
- FURTHER CAUTIONARY ANNOUNCEMENT

1. Introduction

Further to the cautionary announcements, the last of which was published on 12 June 2009, shareholders are advised that Kiwara has, subject to the fulfillment of the condition precedent, entered into an agreement in terms of which it will allot and issue new Kiwara ordinary shares to the IFC as a specific issue of shares for cash at a subscription price of US\$ 6 million at 18.697 UK pence per share, being the 15 day weighted average price on AIM to 29 April 2009 ("the specific issue of shares"). Subject to the implementation of the specific issue of shares the company also grants the IFC an option to subscribe for a maximum of a further US\$9 million in Kiwara shares, at an option exercise price of 37 UK pence per share, at any time prior to the fifth anniversary of the subscription date ("the option share issue") (collectively "the transaction"). The specific issue of shares will result in the issue of approximately 19.5 million Kiwara shares, but the actual number of shares to be issued will only be determined by the US Dollar / Great Britain Pound exchange rate on the subscription date which will be within 5 business days of the condition precedent having been met.

2. Rationale

Kiwara is an exploration company with a focus on base metals in the Republic of Zambia, which is a major copper producing country. The purpose of the proposed investment is to assist in the financing of the company's ongoing exploration of the Kalumbila, Kawako and other regional targets within Prospecting Licence 267 in north western Zambia.

3. Conditions Precedent

The transaction is subject to approval thereof by the requisite majority of Kiwara's shareholders at a general meeting.

4. Further documentation and further cautionary announcement

