

Regulatory Announcement

Company [Kiwara PLC](#)
TIDM KIW
Headline Statement re proposed investment in
Kiwara
Released 16:06 29-Apr-09
Number 3974R16

RNS Number : 3974R
Kiwara PLC
29 April 2009

Kiwara plc
Registration number: 01760458
JSE: KWR
AIM: KIW
ISIN: GB0007702953
("Kiwara" or the "Company")

INTERNATIONAL FINANCE CORPORATION ("IFC") DISCLOSES INTENTION TO CONSIDER AN EQUITY INVESTMENT OF US\$6 MILLION IN KIWARA

Shareholders are advised that Kiwara is in advanced discussions with the IFC which, if successfully concluded, may have a material effect on the price of the company's securities. Following field due diligence, the IFC is considering an equity investment of US\$6 million coupled with a warrants package ("the proposed investment"). In accordance with the standard procedures of the IFC, a summary of the proposed investment has now been disclosed to the public by the IFC in advance of consideration by the IFC Board of Directors of the proposed investment.

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.

The key features of the proposed investment are:

- An equity investment of US\$6 million with a warrants package
- Potential for further funding at Feasibility Study and at development stages

The disclosure documents are posted in the IFC website for 30 days prior to the IFC Board of Directors' consideration of the proposed investment.

In light of the above, shareholders are advised to exercise caution when dealing in the Company's securities until a further announcement is made.

The text of the disclosure is posted on the IFC website at: www.ifc.org/ifcext/spiwebsite1.nsf and will also be accessible on the Kiwara website at www.kiwara.co.uk.

Colin Bird (Chairman) said "**This proposed investment is of a sufficient magnitude to allow the Company to release value in the project. To have IFC as a strategic investor would give the Kiwara management team the confidence and support to embark on an aggressive exploration campaign directed towards resource definition and thereafter mine development**".

About Kiwara:

Kiwara is an exploration company with a focus on base metals in the Republic of Zambia, which is a major copper producing country.

Kiwara, through its majority owned subsidiary, Kalumbila Minerals, holds Prospecting Licence 267 which is within the Kabompo Dome in North Western Zambia, a geologically complex antiformal feature, which contains a number of base metal and uranium targets. This is within the area considered to be the western extension of the Copperbelt, an increasingly significant mining area that contains the recently developed Kansanshi and Lumwana copper mines.

P.S. The cautionary nature of the announcement is in accordance with JSE Ltd regulations.

For further information, please contact:

Kiwara Plc
Colin Bird, Chairman

Tel: +44 (0)207 581 4477

Peter Vivian-Neal, Chief Executive Officer

Tel: +260 (0) 211 293899

Sasfin, Johannesburg
Brian Christie, Corporate Finance

Tel: +27 (0) 11 809 7511

FinnCap, London
Matthew Robinson, Corporate Finance

Tel: +44 (0) 20 7600 1658

29 April 2009

This information is provided by RNS
The company news service from the London Stock Exchange

END