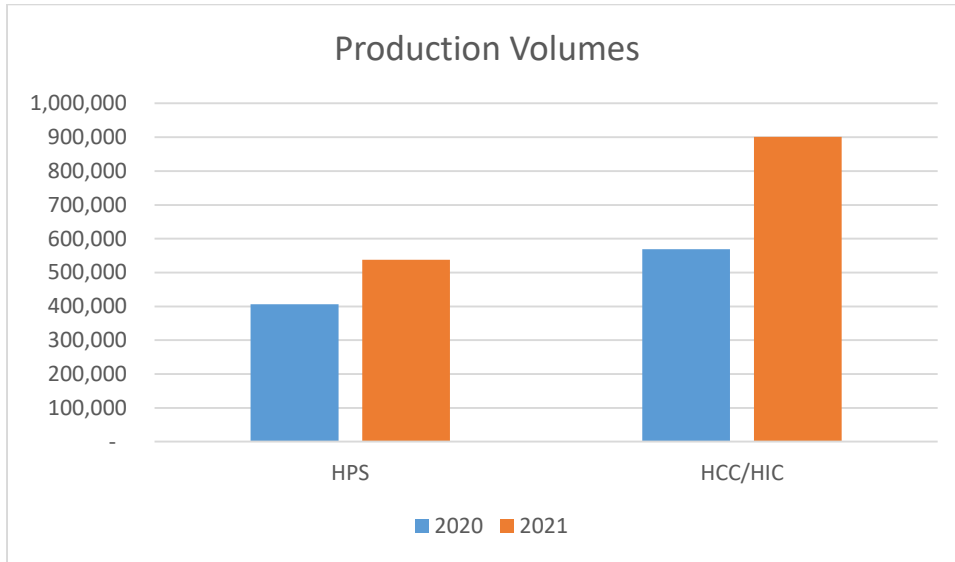
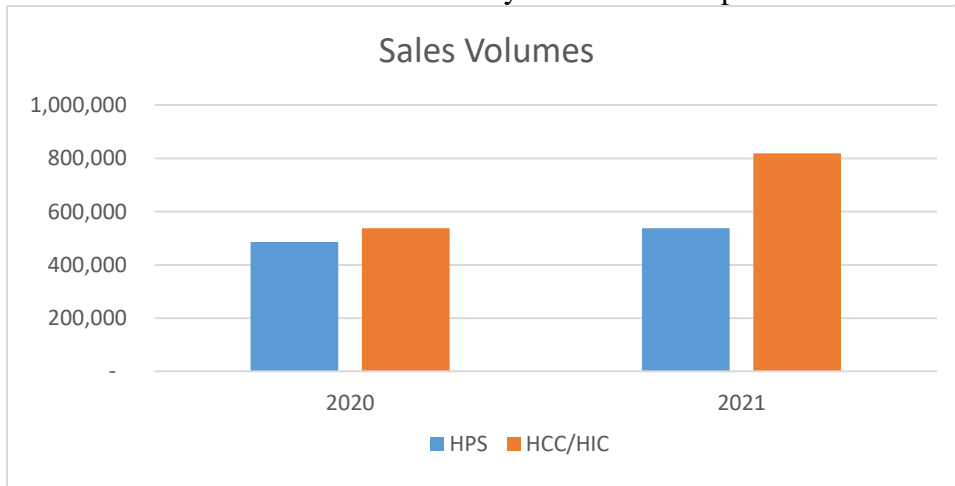


TRADING UPDATE FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2021

Trading Performance



The total coal mined increased by 47.66% compared to same period last year.



The total sales tonnes increased from 1.02 million to 1.35 million tonnes compared to same period last year.

Financial Performance

Revenue for the 9 months ended 30 September 2021 increased by 27% in inflation adjusted terms. This was largely due to a combination of an increase in high value coking coal sales and regular product price adjustments in line with market value.

Administrator: Dale Situtu Sibanda Assisted by: Mutsa Mollie Jean Remba; Munashe Shava; Dr C Zinyemba (Managing Director);

Outlook

The company is currently on an export drive to improve export earnings. The company is increasing in-roads in regional markets such as Zambia, DRC, Malawi, Mozambique, Botswana and South Africa which is however negatively affected by poor logistics. Engagements with key logistical partners such as BBR, NRZ and ZRL are on-going to ensure the whole value chain is smoothed and that HCCL coal remains competitive on the export market. This has however been negatively affected by the Covid 19 pandemic which resulted in almost all countries putting restrictions on cross border movements.

By Order of the Administrator



S.Chigumira

A/Finance Manager and Company Secretary