

SENS ANNOUNCEMENT

(the "Notice" or "Announcement")

ISSUER



REAL ESTATE INVESTMENTS ZAMBIA PLC ["REIZ"]
[Incorporated in the Republic of Zambia]

Company registration number: 10951
Share Code: REIZ
ISIN: ZM0000000045
Authorized by: Urvesh Desai – Chief Executive Officer

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

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: 5 April 2022



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TRADING STATEMENT

In accordance with the Lusaka Securities Exchange ("LuSE") Listings Requirements, the Board of Directors advises the Shareholders of Real Estate Investments Zambia PLC ("the Company") that for the year ended 31 December 2021, the basic loss per share is expected to be 985% lower than for the corresponding period last year.

The drop in earnings is primarily attributed to the significant loss in fair value on investment properties particularly on the Arcades Shopping Centre which was negatively impacted by the Covid-19 pandemic and the appreciation of the Zambian Kwacha at the year end. The centre's rental generating capacity reduced as most tenants were still recovering from the second and third wave of the Covid pandemic.

The depreciation of the Zambian Kwacha against the United States Dollar during the first six months of the year also exposed the Company's foreign denominated borrowings to exchange losses and increased its finance costs significantly. The Company's revenue in the first and second quarter of the year was also negatively impacted as the Company continued with its strategy of capping its United States Dollar denominated leases at an exchange of ZMW18 to 1USD. During this period the United States Dollar was trading on average at ZMW22 to 1 USD resulting in a revenue loss of 18% on United States Dollar leases billing. No further reliefs were granted to our clients in the second half as the Kwacha appreciated below the cap during the second half of the year.

Shareholders are advised that the information contained in this trading statement has not been reviewed or reported on by the external auditors of the Company.

The Company expects its audited results for the year ended 31 December 2021 be released on SENS and published in the local press on or about 6th April 2022. Accordingly, shareholders are advised to exercise caution when dealing in the Company's Securities until the publication of the results.

Louis Chilufya Pulu
Finance Manager and Company Secretary

Issued in Lusaka, Zambia on 5 April 2022

| Lusaka Securities Exchange Sponsoring Broker | |
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|  STOCKBROKERS ZAMBIA LIMITED | <p>T +260-211-232456</p> <p>E advisory@sbz.com.zm</p> <p>W www.sbz.com.zm</p> <p>Stockbrokers Zambia Limited (SBZ) is a founder member of the Lusaka Securities Exchange and is regulated by the Securities and Exchange Commission of Zambia</p> |

First issued in Lusaka Zambia on 05 April 2022