

NEWS RELEASE

Project Update

25 April 2018: Following the announcement on 18 April 2018, Ncondezi Energy Limited ("Ncondezi" or the "Company") (AIM: NCCL) is pleased to provide an update on its process to conclude a binding Joint Development Agreement ("JDA") for the Company's integrated 300MW power and coal mine project in Tete Mozambique (the "Project").

Updated information for the engineering, procurement, and construction ("EPC") and operations and maintenance ("O&M") proposals were received on the 23 April 2018 deadline.

The new information is currently under internal review by Ncondezi to ensure it is complete and will allow the updating of the integrated financial model. The internal review is targeted for completion by the end of May 2018, and an update will be provided to shareholders at the appropriate time.

There is no certainty that the transactions contemplated by this announcement will occur.

Enquiries

For further information please visit www.ncondezienergy.com or contact:

Ncondezi Energy:	Hanno Pengilly	+27 (0) 71 362 3566
Liberum Capital Limited: NOMAD & Joint Broker	Neil Elliot / Richard Crawley	+44 (0) 20 3100 2000
Novum Securities Limited: Joint Broker	Colin Rowbury	+44 (0) 20 7399 9427

Note:

The information contained within this announcement is deemed by the Company to constitute inside information as stipulated under the Market Abuse Regulation ("MAR"). Upon the publication of this announcement via Regulatory Information Service ("RIS"), this inside information is now considered to be in the public domain. If you have any queries on this, then please contact Hanno Pengilly, Chief Development Officer of the Company (responsible for arranging release of this announcement) on +27 (0) 71 362 3566.

Ncondezi owns 100% of the Ncondezi Project which is strategically located in the power generating hub of the country, the Tete Province in northern Mozambique. The Company is developing an integrated thermal coal mine and power plant in phases of 300MW up to 1,800MW. The first 300MW phase is targeting domestic consumption in Mozambique using reinforced existing transmission capacity to meet current demand.