



ZCCM Investments  
Holdings PLC

# 20<sup>th</sup> ANNUAL GENERAL MEETING

Virtual/Physical: MICC-KKW, Lusaka

Friday, 28<sup>th</sup> June 2024

---

*Investing SMARTLY*

---

# DISCLAIMER

This document, which has been issued by ZCCM-IH Plc (the “Company”), comprises the written materials/slides for a presentation concerning the Company, including its business, results of operations and prospects. This document does not constitute or form part of any offer or invitation to sell, issue or subscribe for, or any solicitation of any offer to purchase, sell or subscribe for, any shares in the Company in any jurisdiction nor may it or any part of it nor the fact of its distribution form the basis of, or be relied on in connection with, or to act as an inducement to enter into any contract or investment decision in relation thereto, nor does it constitute a recommendation regarding the shares of the Company. The contents of this presentation are to be kept confidential.

This document is being made available for information purposes only and the information in this document reflects prevailing conditions and or judgment as at the date of this document.

No reliance may be placed for any purposes whatsoever on the information contained in this document or on its completeness accuracy or fairness. No representation or warranty, express or implied, is given by or on behalf of the Company, its shareholders, as to the accuracy or completeness of the information or opinions contained in this presentation. None of the Company, its shareholders or any of its affiliates, advisors or representatives shall, have any liability whatsoever (in negligence or otherwise) for any loss whatsoever arising from any use of this document, or its contents, or otherwise arising in connection with this document, save in the case of fraud. This document and its contents are confidential and may not be reproduced, redistributed or passed on, directly or indirectly, to any other person or published, in whole or in part, for any purpose.

Certain statements in this presentation, or given in response to questions, may constitute forward-looking statements. These statements relate to future events or future performance and reflect the Company’s expectations and assumptions regarding the growth, results of operations, performance and business prospects and opportunities of the Company. In particular, statements regarding the Company’s objectives, plans and goals involve forward-looking statements. We caution you that any forward-looking statements are just predictions. They are not guarantees of future performance and involve risks and uncertainties. A number of factors could cause actual events, performance or results to differ materially from what is projected in the forward-looking statements. Although the forward-looking statements contained in this discussion are based on what the Company considers to be reasonable assumptions based on information currently available to it, there can be no assurance that actual events, performance or results will be consistent with these forward-looking statements, and the Company’s assumptions may prove to be incorrect. The Company does not intend, and, subject to any legal or regulatory requirements, does not assume any obligation, to update or revise them to reflect new events or circumstances. You should not place undue reliance on forward looking statements which speak only at the date of this document.

# AGENDA

01

## 2023 Financial Highlights

02

## Performance of ZCCM-IH shares:

- LuSE
- Euronext Access
- LSE

03

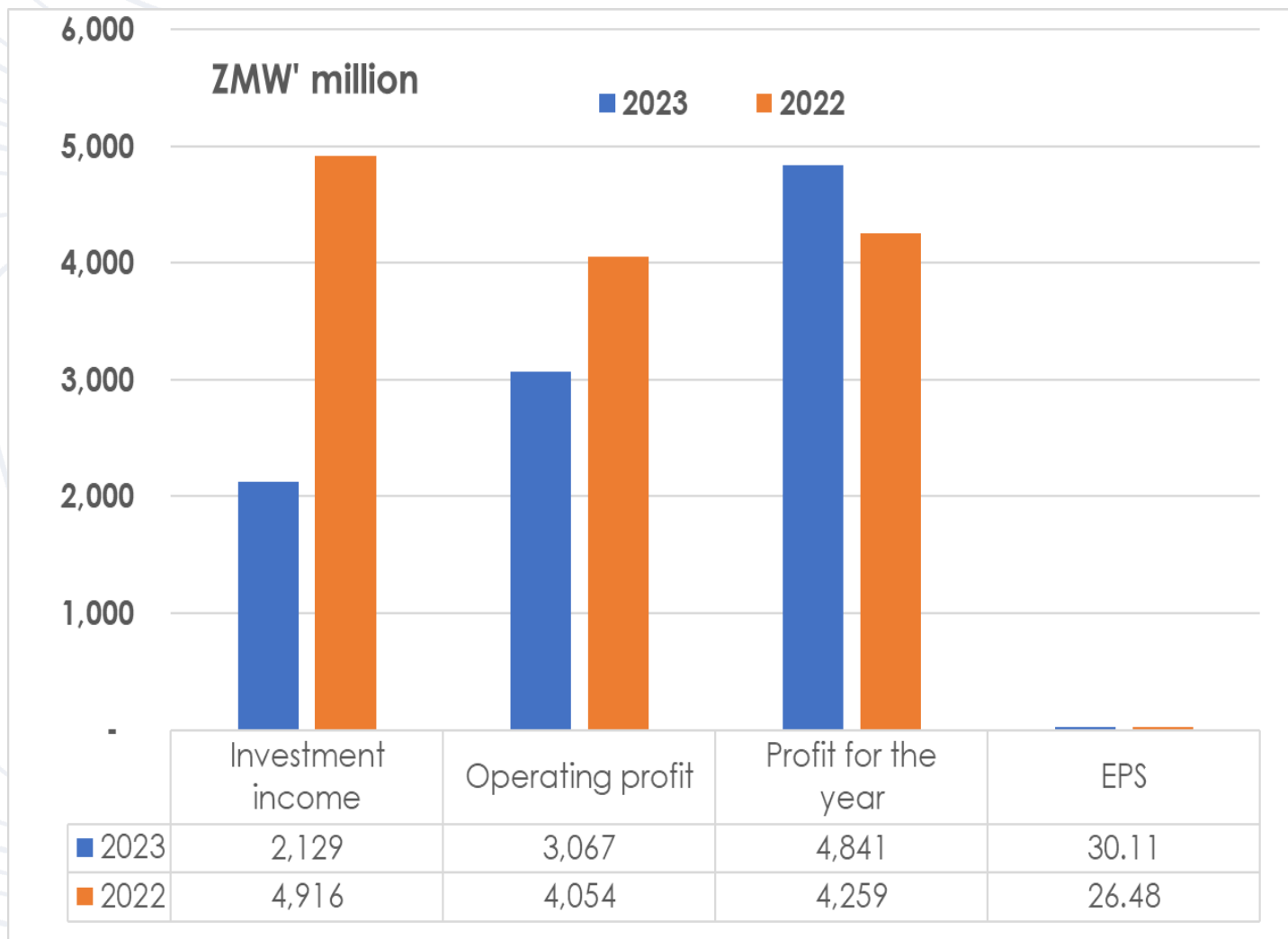
- Key Developments: Highlights
- Proposed Dividend

01

**Financial Highlights:**  
• **FY2023**



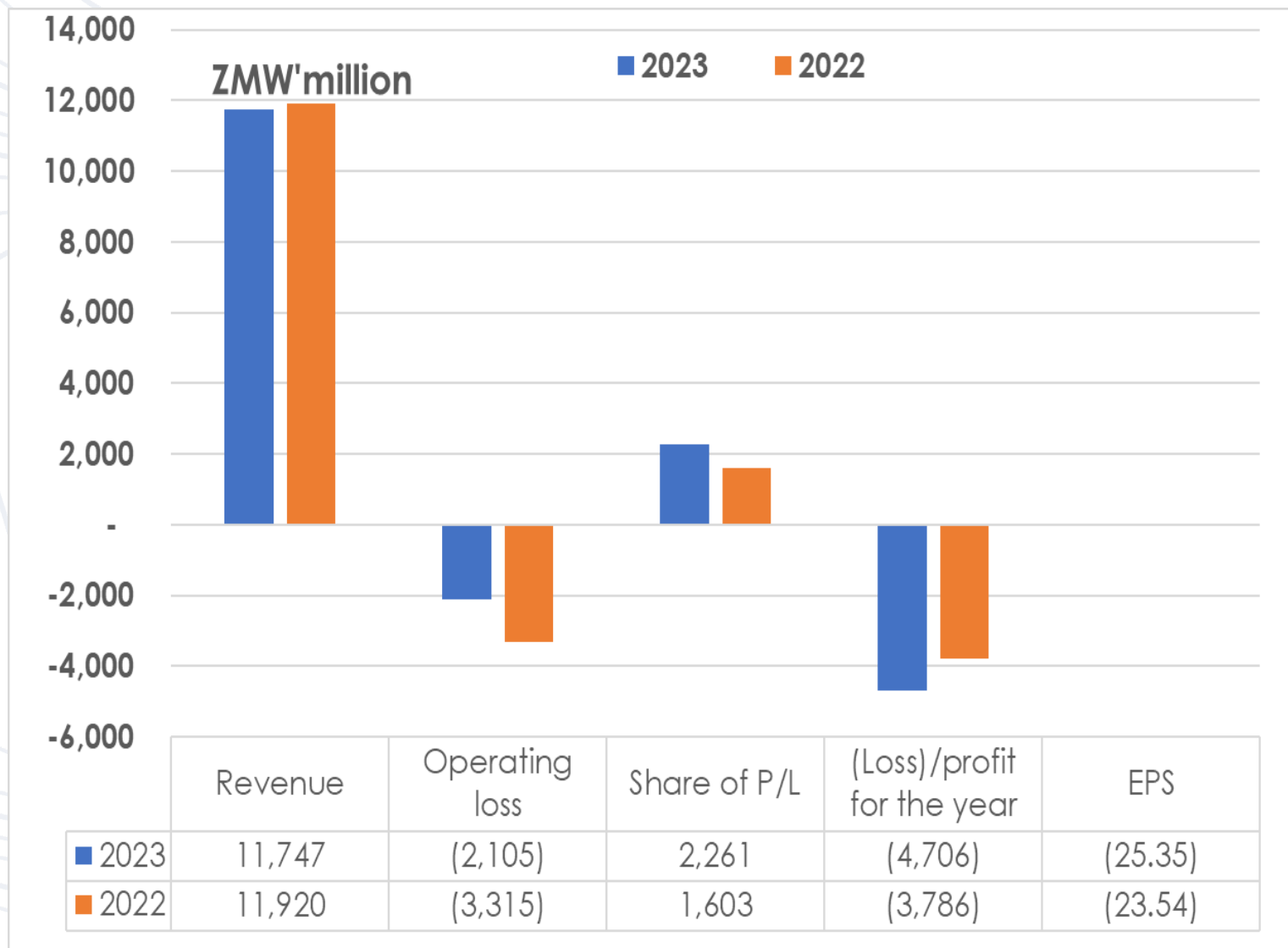
# Financial Highlights – COMPANY INCOME STATEMENT



**Profit 14% increase in profits** recorded in 2023 of ZMW 4.84 billion (US\$235.89 million) is mainly on account of:

- ❑ Royalty income received from Kansanshi of ZMW1.2 billion (US\$56.13 million).
- ❑ Increase in exchange gains realised on translation of US Dollar assets and increase in fair value of NFCA asset by 141%.

# Financial Highlights – GROUP INCOME STATEMENT



**24% increase in loss for the year 2023 was due to:**

- ❑ The underperformance of Mopani which reported a loss of ZMW8.9 billion (US\$ 437 million) compared to ZMW2.81 billion (US\$ 293 million) in 2022.
- ❑ 19% reduction in revenue from Mopani of US\$584million (2022: US\$721million).
- ❑ The losses in both years were driven mainly by the underperformance at Mopani.



## Financial Highlights – COMPANY FINANCIAL POSITION

	2023	2022
	ZMW millions	ZMW millions
<b>Assets</b>		
Non-current assets	33,708	19,426
Current assets	4,761	5,722
<b>Total assets</b>	<b>38,469</b>	<b>25,147</b>
<b>Equity and reserves</b>	<b>37,422</b>	<b>24,680</b>
Non-current liabilities	690	49
Total current liabilities	357	418
<b>Total equity and liabilities</b>	<b>38,469</b>	<b>25,147</b>

### Total Assets: 53% increase

Total assets for the Company increased by 53% from ZMW 25.15 billion (US\$ 1.4 billion) in 2022 to ZMW 38.47 billion (US\$ 1.49 billion) in 2023 on account of increase in fair values of investments in associates, and fair value through profit or loss.

### Equity and Reserves: 52% increase

Increase in Equity and Reserves by 52% from ZMW 24.68 billion (US\$ 1.37 billion) in 2022 to ZMW 37.42 billion (US\$ 1.45 billion) in 2023 is attributable to increase in profits and fair values on financial assets recorded in 2023 financial year.

## Financial Highlights –GROUP FINANCIAL POSITION

	2023	2022
Assets	ZMW millions	ZMW millions
Non-current assets	29,649	35,462
Current assets	28,815	13,457
<b>Total assets</b>	<b>58,464</b>	<b>48,919</b>
Equity and reserves	(5,691)	7,909
Non-current liabilities	882	28,881
<b>Current liabilities</b>	<b>63,273</b>	<b>12,129</b>
<b>Total equity and liabilities</b>	<b>58,464</b>	<b>48,919</b>

- ❑ The Group total assets increased to ZMW58.46 billion (US\$ 2.27 billion) from ZMW48.92 billion (US\$ 2.81 billion), a 20% rise due to the increased value of investments in associates and other current assets.
- ❑ Similarly, the Group's total liabilities increased in 2023 due to accrued interest and exchange differences from borrowings of US\$ 1.5 billion by Mopani from Glencore.
- ❑ The Group's equity and reserves decreased by 172% from 2022 to 2023 due to the Group's losses recorded in the 2023 financial year.



## Financial Highlights – Investment in Associates Analysis – 2023

Investee Company Name	2023		2022	
	Profit/(loss)	Share of profit/(loss)	Profit/(loss)	Share of profit/(loss)
	ZMW' Million	ZMW' Million	ZMW' Million	ZMW' Million
Kansanshi Mining Plc	-	-	2,625	525
Copperbelt Energy Corporation Plc	2,825	878	866	209
CNMC Luanshya Copper Mine Plc	2,929	586	1,683	337
Maamba Collieries Limited	2,566	898	1,534	537
Lubambe Copper Mines Limited	(3,055)	-	(1,826)	-
Rembrandt Properties Limited	-	-	-	-
Consolidated Gold Company Limited	-	-	(9)	(4)
	<b>5,265</b>	<b>2,362</b>	<b>4,873</b>	<b>1,604</b>
<b>USD\$' million</b>	<b>257</b>	<b>115</b>	<b>286</b>	<b>94</b>

The share of profit recorded during the year 2023 is derived from 3 investee companies, and arises from improved performance of investee companies. In addition, significant share of profit has been recorded in 2023 due to improved copper price.

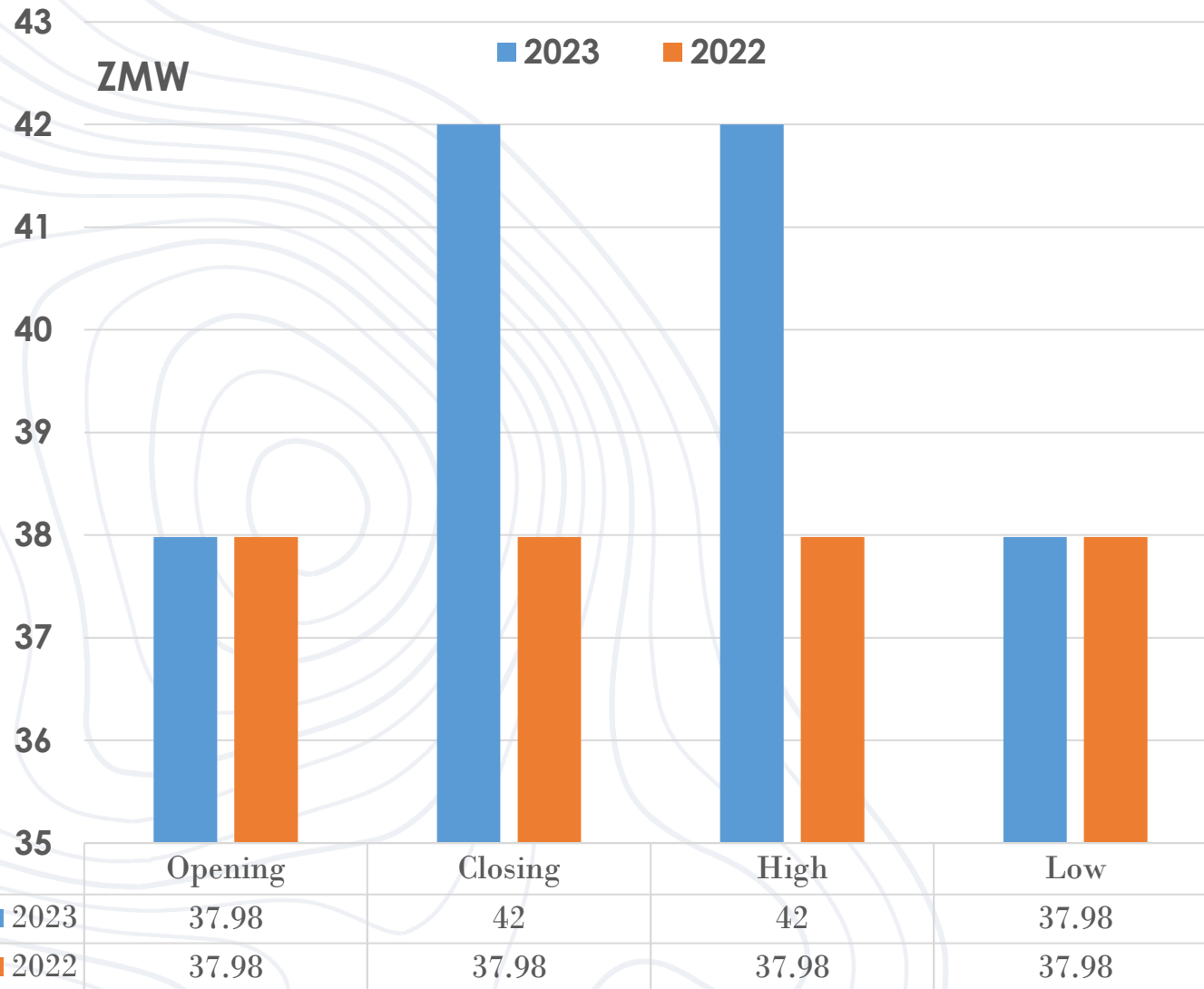
02

## Company Strategic Outlook:

- Share performance
- Key developments
- Proposed Dividend



# ZCCM-IH Share Price Performance - Lusaka Securities Exchange



## Market Capitalisation:

2023	2022
ZMW6.30b	ZMW5.69b
USD330.7m	USD315.1m

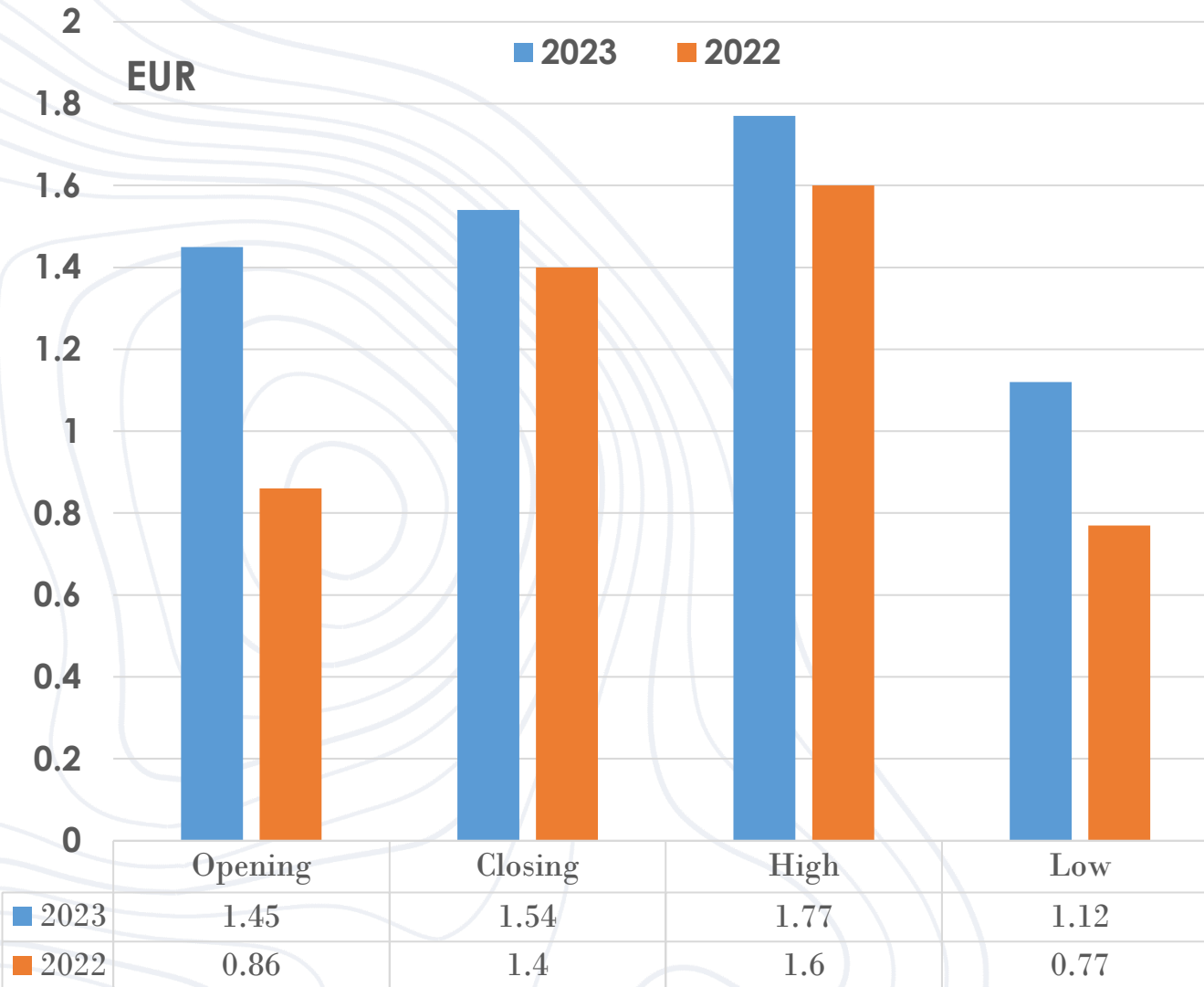
- There was a **10.6% increase in market capitalisation** on the LuSE attributed to the share price increase during the financial reporting period.

## Trade Volume:

2023	2022
<b>11, 851</b>	<b>14,626</b>

- A total of **11, 851** shares traded during the financial period for a total turn-over of **ZWM480** thousands.

## ZCCM-IH Share Price Performance – Euronext Access (Paris)



### Implied Market Capitalisation:

2023	2022
EUR248m	EUR225m

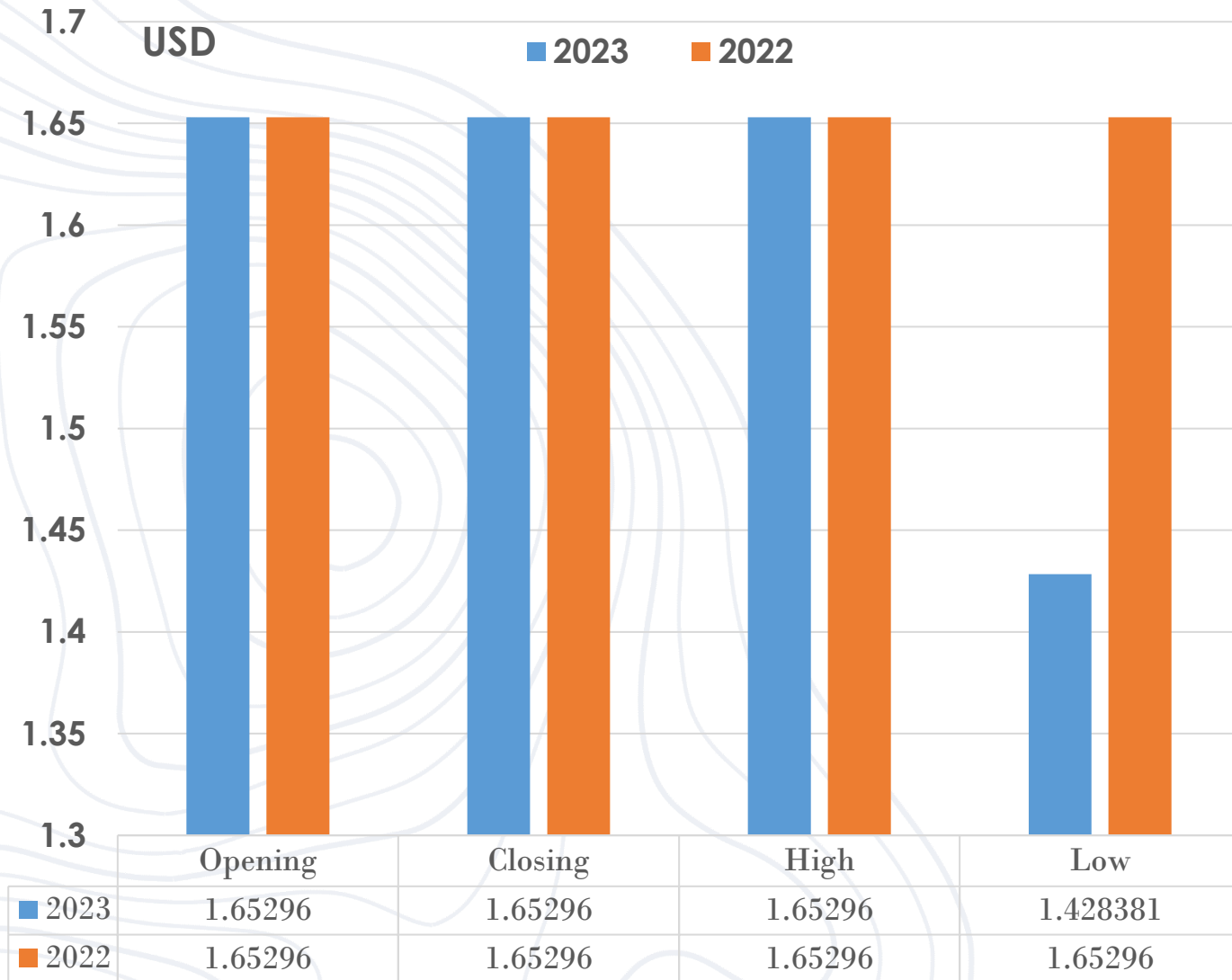
- The value of the listed shares on Euronext as at FY 2023 was **EUR16.4 million**. However, the implied market capitalisation based on the total number of issued shares is **EUR248 million**. There was a **10.2% increase in market capitalisation** attributed to the share price increase during the financial reporting period.

### Trade Volume:

2023	2022
919, 248	1,151,071

- A total of **919, 248** shares traded during the financial period for a total turn-over of **EUR 1.27** million.

## ZCCM-IH Share Price Performance – London Stock Market



### Implied Market Capitalisation:

2023	2022
USD266m	USD266m

- The value of the listed shares on the London Stock Market as at FY 2023 was **US\$484 thousand**. However, the implied market capitalisation based on the total number of issued shares **US\$266million**.
- **There was no change recorded in market capitalisation** during the period under review.

### Trade Volume:

2023	2022
183	0

- **A total of 183** shares traded during the financial period for a total turn-over of **USD261.4**



03

### Key Portfolio Developments: Highlights





# Strategic Highlights



## **Kansanshi Mining Plc**

- Concluded the Royalty Transaction in April 2023

## **Mopani Copper Mines Plc**

- International Resources Holding ("IRH") was selected as the new Strategic Equity Partner in MCM and an Investment Agreement with IRH was signed in December 2023.

## **Copperbelt Energy Corporation Plc**

- Increased ZCCM-IH shareholding from 24.11% to 31.07%.

## **Mingomba Mining Ltd**

- Full incorporation of the Company with Shareholders Agreement completed in 2023

## **Konkola Copper Mines Plc**

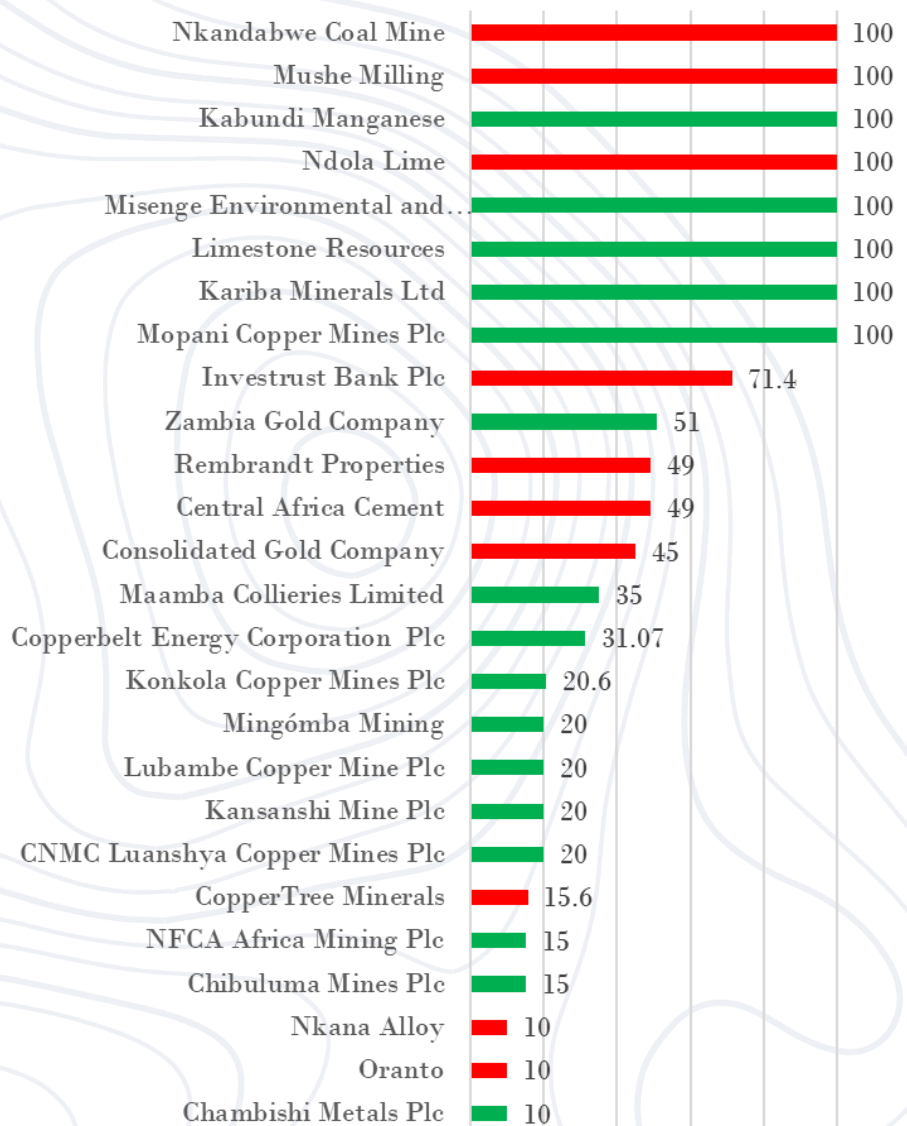
- KCM reset of the relationship / legal matters.

## **Subsidiaries Turnaround Plan**

- Provided funding to subsidiaries to support their turnaround plans.

# ZCCM-IH Portfolio Snapshot

ZCCM IH %Interest



## PORTFOLIO

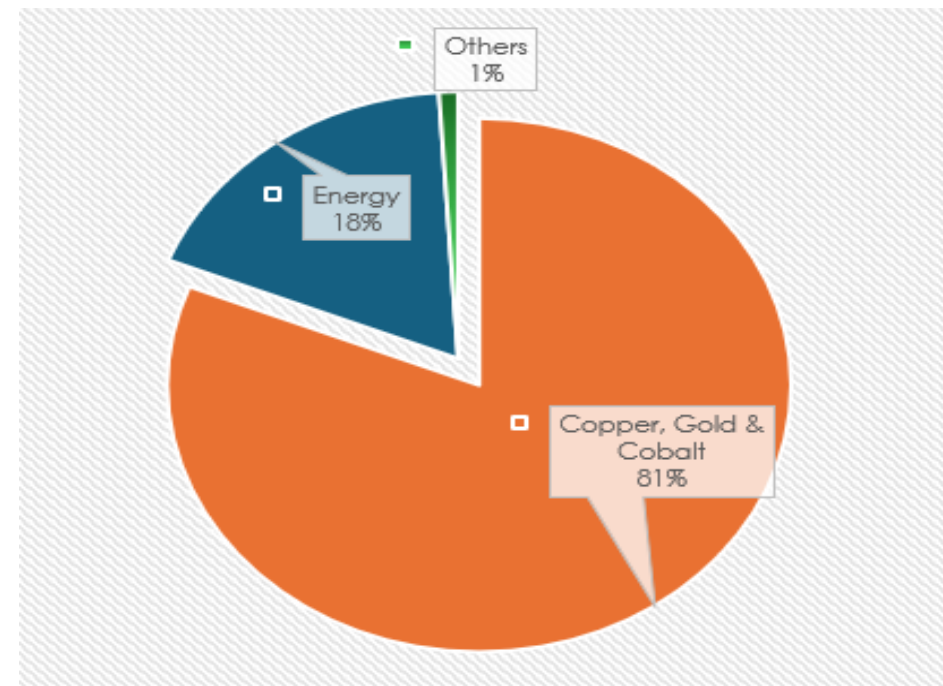
- 25 Companies
- 81% Copper/Cobalt/Gold
- 18% Energy

## KEY



## VALUE AND CONCENTRATION

Sector	Value (ZMW"million)	Concentration (%)
Copper, Gold & Cobalt	38,938	81%
Energy	8,645	18%
Others	475	1%



# Key Developments - Highlights



## Mopani Copper Mines Plc

- International Resources Holding ("IRH") was selected as the new Strategic Equity Partner in MCM and an Investment Agreement with IRH was signed in December 2023.
- IRH through Delta Mining its subsidiary has so far invested US\$620 million comprised of US\$400 million to restructure the US\$1.5billion Glencore debt and US\$220 million equity investment in Mopani. In addition, the remaining balance of US\$400 million equity funding is spread over 3 years.



# Key Developments - Highlights



## Kansanshi Mining Plc

- On 4th April 2023, ZCCM-IH and FQM completed the conversion of dividend rights into Royalty rights
- ZCCM-IH earned USD56.13m in Royalties. A further USD9.05m was received in VAT refunds (as at 31 Dec 2023)
- The S3 expansion was commissioned during the year to address the sharply declining ore recoveries. Completion is targeted for mid-2025



# Key Developments - Highlights



## Copperbelt Energy Corporation Plc

- **Increased our shareholding from 24.11% to 31.07%.**
- **Commissioned 34 MW Solar PV plant (Riverside) in Kitwe and commenced with the evacuation of power into the grid.**
- **Commissioned 60MW Itimpi Solar PV Plant.**
- **Issued USD200m Green Bond on the LuSE for refinancing existing projects and funding near-term planned projects.**





## Key Developments - Highlights

### Maamba Collieries Limited- 300 MW Phase 2 Project

- ZCCM-IH will participate in Phase II by investing in proportion to its shareholding. Furthermore, ZCCM-IH will also participate in the debt financing of the project. Further details will be provided in due course. Discussions to kickstart the project have reached an advanced level.
- To date a total of US\$ 207.75 million has been paid by ZESCO against the Agreed Settlement Amount of US\$ 447 million.





# Key Developments - Highlights



## Konkola Copper Mines Plc

- In September 2023, ZCCM-IH and Vedanta signed an Investment Agreement with a view to resolving all outstanding disputes to pave way for operations at KCM. Vedanta committed to invest approximately USD 1.27 billion into KCM.
- Under the Scheme of Arrangement, Creditors voted 98% in favour of the Scheme. The Scheme Administrator filed an application to sanction the Scheme on 12th June 2024 which was heard and ruling reserved for today, 28 June 2024.



## Key Developments - Highlights

### CNMC Luanshya Copper Mines

- CNMC has since commenced de-watering of Shaft 28 as part of its plans to expand its mining operations.
- The project is estimated to cost a total of USD500million.





## Key Developments - Highlights

### NFC AFRICA MINING

- NFCA is exploring the possibility of expanding the SEOB.
- Feasibility studies are currently underway.





# Key Developments - Highlights



## Mingomba Mining Ltd

- Full incorporation of Company with Shareholders Agreement completed in 2023
- Advanced exploration works with initial studies of license to be completed in 2024.
- Mingomba has spent circa USD28.0 million on exploration and related activities .





## Zambia Gold Company

- Received equity contribution from Ministry of Finance totalling ZMW 99 million for operations
- Following resolution of outstanding issues with various stakeholders, Zambia Gold is currently mobilising to commence remedial works in Q3 of 2024 which will pave way for operations to commence at the mine thereafter.





## Key Developments - Highlights

### Lubambe Copper Mines Plc

- Completed Kobold transaction transferring its extension project license to Mingomba Mining Limited
- Continued mine optimization plans for production including the 420 Water Pump station





## 2023 PROPOSED DIVIDEND

FY	PROPOSED DIVIDEND	TOTAL DIVIDEND PAYOUT	DIVIDEND YIELD
2023	K1.51 per share	K243 million (\$11.0m)	<b>3.6%</b> on the LuSE Share Price of K42.00
2022	K2.41 per share	K387 million (\$19.7m)	<b>6.34%</b> on the LuSE Share Price of K37.98
2021	K2.09 per share	K336 million (\$17.1m)	<b>5.5%</b> on the LuSE Share Price of K37.98



ZCCM Investments  
Holdings PLC

For more Information:

Website : <http://www.zccm-ih.com.zm>

Facebook : @zccmihshares

X (Former Twitter) : @ZCCMIHPLC

LinkedIn: ZCCM Investments Holdings Plc

Investor relations: Loisa Mbatha – [loisa.mbatha@zccm-ih.com.zm](mailto:loisa.mbatha@zccm-ih.com.zm)

# Thank you

Questions?



ZCCM Investments  
Holdings PLC

# THE END

---

Thank you

---