

Euronext Minority Shareholders of ZCCM-IH fully support Dennis Mumba's legal Proceedings

On 20 August 2020, a Zambian shareholder of ZCCM-IH, Dennis Mumba, through his lawyers L.J. Michaels Legal Practitioners, applied for leave of court in the commercial registry of Zambian High Court under cause 2020/HPC/ 0641 for Dennis Mumba to take a derivative action on behalf of ZCCM – IH against the following intended Defendants:

The intended 1st Defendant is Zambia Copper Investments Limited (ZCI), Vedanta Resources Plc is the intended 2nd Defendant, KCM Directors in November 2004 are the intended 3rd Defendant, Mr. Milingo Lungu- Provisional Liquidator of KCM is the intended 4th Defendant and Konkola Copper Mines (KCM, In Liquidation) is the intended 5th Defendant.

The reasons for Dennis Mumba's action can be classified as Massive gross undervaluation of KCM at the time of the purported sale of the company to Vedanta and the Vedanta / KCM deal did not comply with the Zambian laws. Moreover he wants to stop the liquidation of KCM initiated by ZCCM-IH so that the legal proceedings against the « fraudulent » sale of KCM and its perpetrators can be pursued.

According to Mr. Mumba, GRZ having directly and indirectly 92,6 % shareholding of the company and being fully involved in the sale of KCM in 2004, « ZCCM –IH has been under an influence that sterilizes lawful objective discretion and could not be proper persons to conduct the litigation and cannot reasonably be expected to bring this action in good faith ».

Dennis Mumba has therefore asked the court to allow him to pursue the wrong doers on behalf of ZCCM –IH that has failed to do so since 5th November 2004 to date.

If Mumba's claims against the intended defendants are successful, all the recoveries and damages will go to ZCCM – IH.

Euronext Minority shareholders of ZCCM-IH fully support Dennis Mumba's legal actions as well as all legal proceedings and actions preserving our company's interests.

Issued by:

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on behalf of Euronext Minority Shareholders of ZCCM-IH
26th August 2020, FRANCE.
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