SENS ANNOUNCEMENT
(the “Notice” or “Announcement”)

ISSUER

Zambia Sugar

ZAMBIA SUGAR PLC (“ZSUG”)
[Incorporated in the Republic of Zambia]

Company registration number: 2880
Share Code: ZSUG
ISIN: ZM0000000052
Authorised by: Mwansa Mutimushi – Company Secretary

SPONSOR

Stockbrokers Zambia Limited
[Member of the Lusaka Securities Exchange]
[Regulated and licensed by the Securities and Exchange Commission of Zambia]

Contact Number: +260-211-232456
Website: www.sbz.com.zm

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

DISCLAIMER AND 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: 2nd June 2017
In accordance with the Lusaka Securities Exchange ("LuSE") Listings Requirements, and further to first Trading Statement issued by Zambia Sugar Plc ("the Company") on 6 February 2017 where Shareholders of the Company were advised that the Earnings Per Share ("EPS") was expected to be between 135% and 155% lower for the year ended 31 March 2017 than that for the year ended 31 March 2016, the Board of Directors of the Company hereby further advises the Shareholders of the Company that the EPS for the year ended 31 March 2017 is expected to be approximately 183% lower than that for the year ended 31 March 2016.

The decline in earnings is mainly attributed to the effect of a stronger Kwacha on the value of standing cane for the new season.

Shareholders are advised that the information contained in this Trading Statement has not been reviewed nor reported on by the external auditors of the Company.

The Company expects its results for the year ended 31 March 2017 to be released on SENS and published in the local press on or about 6 June 2017. Accordingly, shareholders are advised to exercise caution when dealing in the Company's Securities until publication of the results.

Issued in Lusaka, Zambia on Friday, 2nd June 2017

Lusaka Securities Exchange Sponsoring Broker

<table>
<thead>
<tr>
<th>T</th>
<th>+260-211-232456</th>
</tr>
</thead>
<tbody>
<tr>
<td>E</td>
<td><a href="mailto:advisory@sbz.com.zm">advisory@sbz.com.zm</a></td>
</tr>
<tr>
<td>W</td>
<td><a href="http://www.sbz.com.zm">www.sbz.com.zm</a></td>
</tr>
</tbody>
</table>

Stockbrokers Zambia Limited (SBZ) is a member of the Lusaka Securities Exchange and is regulated by the Securities and Exchange Commission of Zambia

First Issued on Friday, 2nd June 2017