

## ZCI Q&A

23 MAY 2008

1. **WHEN IS THE NEXT GENERAL MEETING OF SHAREHOLDERS EXPECTED?**

The Directors have considered the relative merits of calling an extraordinary meeting of shareholders in the short term to decide the future direction of the Company in general terms, or to research and investigate viable alternatives and present these to shareholders at the Company's AGM to ensure that shareholders are able to consider realistic and concrete options when deciding on the future of the Company. It was felt that the shareholders would be best served by having a single meeting at which all available and genuine options open to the Company be presented and considered and that this should occur at the Company's AGM, which is scheduled to be held towards the end of September, in Luxembourg. The anticipated date for this meeting is Wednesday 24 September 2008. A detailed circular will be prepared, containing all viable proposals, which will be sent to all registered shareholders and posted on the Company's website prior to the AGM.

2. **IS ZCI HEDGING AGAINST CURRENCY EXPOSURE TO THE US DOLLAR?**

No. ZCI has always been a US Dollar- based company and all of its previous and current investments have been made or quoted in US Dollars. Further, the timing of a conversion out of US Dollars may not be appropriate at this stage. The Board will continually review this situation.

3. **HOW HAVE THE CALL OPTION PROCEEDS BEEN INVESTED?**

ZCI has invested these proceeds in a range of short term bank deposits and money market instruments with various financial institutions, with the intention of minimising the Company's investment risk exposure, while maximising returns for the Company and its shareholders.

4. **WHY IS THE SHARE TRADING AT A DISCOUNT TO THE NAV?**

The reason for this is not known. The Directors have released information to the market regarding the estimated current Net Asset Value of the Company to ensure that shareholders are aware that shares are trading at a substantial discount to the NAV.

5. **IS ZCI PLANNING TO DO ANY SHARE BUY-BACKS?**

Not at this stage. The Company would have commenced sooner with a share buy-back programme in order to maximise the NAV for shareholders, but in terms of the rules of the JSE, first requires shareholder approval for this action. Shareholders will be approached to vote on such a programme at the Company's upcoming AGM.

6. **IN THE EVENT THAT THE MAJORITY OF SHAREHOLDERS VOTE TO WIND UP THE COMPANY AT THE AGM IN SEPTEMBER, HOW LONG WOULD IT TAKE FOR SHAREHOLDERS TO RECEIVE THEIR DISTRIBUTIONS?**

It is estimated that this process would take a maximum of two weeks after the agreed payment date (being a fixed, published date after the record date has been set). Shareholders are reminded however, that should they hold their shares through a nominee such as Euroclear, ZCI will make the distribution payments to the nominee and cannot control the timing of the payment from the nominee to the ultimate shareholder.

7. **IN THE EVENT THAT THE MAJORITY OF SHAREHOLDERS VOTE AT THE AGM IN SEPTEMBER THAT ZCI SHOULD REMAIN IN BUSINESS AND FOLLOW A NEW INVESTMENT STRATEGY, WILL SHAREHOLDERS NOT WISHING TO REMAIN INVESTED IN ZCI BE AFFORDED THE OPPORTUNITY OF HAVING THEIR SHARES BOUGHT BACK BY THE COMPANY AT A PRICE CLOSE TO THE NAV OF THE COMPANY AT THE TIME?**

It is confirmed that it is the intention of the Board that shareholders not wishing to remain invested in the Company will be given the opportunity to sell their shares back to the Company. The options are being investigated at present and the possibilities will be explained in detail to shareholders at the AGM. In view of the technical issues and regulations relating to share buy-backs and the variables that will only be known closer to the time that the shareholders' decisions are known, it is not possible to provide a definitive answer on the exact mechanisms at this stage. (Please also see Question 5 above).