

Zambia Copper Investments Limited  
(Registered in Bermuda)  
JSE code: ZCI  
ISIN: BMG988431240  
("ZCI" or "the company")

#### FURTHER CAUTIONARY ANNOUNCEMENT

Further to the cautionary announcements released on SENS between 2 September 2005 and 26 September 2006, the board of directors of ZCI ("the Board") wishes to inform shareholders that while agreement has now been reached on the terms of engagement of the independent investment bank regarding the valuation of the 28.4% of Konkola Copper Mines plc ("Konkola") shares held by ZCI through its wholly owned subsidiary, ZCI Holdings S.A., a material dispute has arisen between ZCI and Vedanta Resources plc ("Vedanta") relating to the interpretation of the Vedanta Call Option Deed. The appointment of the independent investment bank cannot be finalised and the valuation process can therefore not progress until the dispute is resolved. The company has issued a notice of arbitration to Vedanta.

The Board has, through its representatives, engaged extensively with Vedanta in an attempt to resolve these differences and has been obliged to refer the matter to arbitration as a last resort. The Board is satisfied that the current proceedings are crucial to protect the interests of ZCI and its shareholders and the directors will continue to keep shareholders informed of developments in relation to the arbitration process.

ZCI shareholders are advised to continue exercising caution when dealing in ZCI's shares until a further announcement is made.

Bermuda  
20 October 2006

Sponsor  
RAND MERCHANT BANK (A division of FirstRand Bank Limited)