

UNAUDITED CONSOLIDATED FINANCIAL RESULTS

ZAMBIA COPPER INVESTMENTS LIMITED

Registered in Bermuda Registration number 1970/000023/01 JSE code: ZCI ISIN: BMG988431240
 ("ZCI" or "the Company")

Consolidated Income Statement

for the year ended 31 March 2007
 expressed in thousands of US Dollars

	Year ended 31 March 2007	1 January 2005 to 31 March 2006
Finance income	730	2,248
General and administration expenses	(849)	(1,359)
Income from associated companies	83,949	37,640
Investment income	1,628	-
Profit before taxation	85,458	38,529
Taxation	(60)	(76)
Profit for the year/period	85,398	38,453
Headline earnings per ordinary share in US cents	67.67	30.47
Net profit per ordinary share in US cents	67.67	30.47
Number of ordinary shares in issue	126 197 362	126 197 362

Consolidated Statement of Cash Flows

for the year ended 31 March 2007
 expressed in thousands of US Dollars

	Year ended 31 March 2007	1 January 2005 to 31 March 2006
Cash flow from operating activities		
Cash paid to suppliers and employees	(876)	(1,480)
Cash absorbed by operations	(876)	(1,480)
Interest received	114	96
Income tax paid	(76)	(90)
Net cash absorbed by operating activities	(838)	(1,474)
Cash flow from investing activities		
Purchase of available for sale investments	(7,220)	(2,800)
Dividends received from associated companies	1,628	-
Proceeds from partial disposal of investment in subsidiary	5,220	5,220
Cash (absorbed)/generated by investing activities	(372)	2,420
Net (decrease)/increase in cash	(1,210)	946
Net cash at the beginning of the year/period	4,066	3,120
Net cash at the end of the year/period	2,856	4,066

CHAIRMAN'S REPORT

I am pleased to present the Company's audited annual financial statements for the year ended 31 March 2007. These results show a significant improvement on those of the preceding financial year, with a consolidated net profit figure of USD 85.4 million (2006: USD 38.5 million) amounting to a profit per share figure in US cents of 67.67 (2006: US cents 30.47).

Although production levels at Konkola Copper Mines ("KCM") remain below their targeted levels, KCM returned excellent results for the year, with a net profit figure of USD 301 million (2006: USD 114 million). The effect of the sustained strong international copper price continues to have an extremely positive influence on KCM's performance. I am also delighted to announce that KCM declared an inaugural interim dividend during the 2006/2007 financial year of USD 5.74 million, of which ZCI received USD 1.6 million in November 2006. Indications are that KCM will shortly confirm the declaration of a final dividend in the same amount and we hope that this is a positive indication of what KCM's shareholders may continue to expect in the new financial year.

Your Board remains highly involved with continuing negotiations with Vedanta Resources Plc ("Vedanta") resulting from the exercise by Vedanta of its call option in terms of the Vedanta Call Option Deed ("the Deed") over the remaining 28.4% of KCM shares held by ZCI through its wholly owned subsidiary, ZCI Holdings S.A. In September 2006, as a result of a material difference of opinion in the interpretation of certain provisions relating to the Deed, ZCI served notice of arbitration on Vedanta in accordance with the dispute resolution provisions in the Deed, in order that these differences be resolved prior to the commencement of the valuation process by the independent bank. Confidentiality provisions in the Deed unfortunately prevent the dissemination of detailed information relating to the arbitration proceedings, but shareholders are informed that the arbitration was heard between 12 and 14 June 2007, and further announcements on the process will be released by ZCI. Steps will be taken to finalise the terms of appointment of the independent investment bank in order that they may commence with valuation of ZCI's 28.4% shareholding in KCM. It should be noted that the outcome of the arbitration may have a material impact on the Company's share price, either positively or negatively. The Directors will closely monitor developments in order to avoid potential prejudice to shareholders and investors arising from undue volatility in the share price.

Shareholders are reminded that in the event that Vedanta is unwilling to pay the option exercise price as determined by the Bank, it shall not be required to proceed with the associated purchase of ZCI's KCM shares. In terms of the provisions of the Deed, ZCI shall be bound to accept the valuation made by the Bank. As before, shareholders are advised to exercise caution when dealing in ZCI's securities until detailed announcements are made.

Consolidated Balance Sheet

as at 31 March 2007
 expressed in thousands of US Dollars

	31 March 2007	31 March 2006
Non-current assets		
Long-term accounts receivable	4,890	9,477
Investment in associated companies	170,313	84,502
	175,203	93,979
Current assets		
Available for sale investment	10,593	2,842
Accounts receivable	5,250	5,296
Cash and cash equivalents	2,856	4,066
	18,699	12,204
Current liabilities		
Accounts payable and accrued liabilities	(188)	(260)
Net current assets	18,511	11,944
Total assets less current liabilities	193,714	105,923
Net assets	193,714	105,923
Capital and reserves		
Capital	334,547	334,547
Revaluation reserve	573	42
Deficit on hedging reserve	(12,558)	(14,420)
Accumulated deficit	(128,848)	(2214,246)
Shareholders' equity	193,714	105,923

Consolidated Statement of Changes to Equity

for the year ended 31 March 2007
 expressed in thousands of US Dollars

	Share capital	Contributed surplus	Revaluation reserve	Hedging reserves	Accu- mulated deficit	Total equity
Balance at 31 December 2004	30,299	304,248	-	-	(252,699)	81,848
Revaluation on available for sale investment	-	-	42	-	-	42
Hedging reserve of associated company	-	-	-	(14,420)	-	(14,420)
Profit for the period	-	-	-	-	38,453	38,453
Balance at 31 March 2006	30,299	304,248	42	(14,420)	(214,246)	105,923
Revaluation on available for sale investment	-	-	531	-	-	531
Hedging reserve of associated company	-	-	-	1,862	-	1,862
Profit for the year	-	-	-	-	85,398	85,398
Balance at 31 March 2007	30,299	304,248	573	(12,558)	(128,848)	193,714

ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements for the year ended 31 March 2007 are in accordance with International Financial Reporting Standards.

The consolidated balance sheet of Zambia Copper Investments Limited and its subsidiaries (the "Group") for the year ended 31 March 2007 and the related consolidated statements of income, cash flow and changes in shareholders' equity for the period then ended, are in the process of being audited by KPMG Audit S.à.r.l., Luxembourg. These consolidated financial statements are the responsibility of the Board of Directors.

The Group's shareholding in KCM was 28.4% during the year. While the financial information on KCM has been subject to audit by an external auditor as at 31 March 2007, the signed audit report of the associated company (KCM) was not received by the Company in sufficient time to allow KPMG to form an opinion at this stage. The audit is expected to be completed shortly. The audit report will be available for inspection at the registered office of ZCI once the audit is completed.

ANNUAL GENERAL MEETING

Notice is hereby given that the annual general meeting of the Company will be held at the Hotel Le Royal, 12 Boulevard Royal, Luxembourg, on Wednesday 12 September 2007 at 11h00, to transact the business as stated in the notice of annual general meeting included in the annual report.

Thomas Kamwendo
 Chairman

Bermuda
 29 June 2007

Registered Office: Clarendon House 2, Church Street, Hamilton, Bermuda

Transfer Secretaries: Computershare Investor Services 2004 (Pty) Limited, 70 Marshall Street, Johannesburg, 2001

Website: www.zci.lu

