

THE MAURITIUS CHEMICAL AND FERTILIZER INDUSTRY LIMITED

BRN: C06001461

CAUTIONARY ANNOUNCEMENT

The Board of Directors (the "Board") of The Mauritius Chemical and Fertilizer Industry Limited ("MCFI") wishes to inform its shareholders and the public in general that, at a board meeting held on 16 December 2019, the following transactions (the "Transaction") were considered subject to shareholders' approval:

1. The intended acquisition, by MCFI, of all the issued shares of Suchem Ltd ("Suchem"), a wholly owned subsidiary of Harel Mallac & Co. Ltd ("HMCO") for a total consideration of MUR 143.5 million; and
2. The intended acquisition of three plots of land of a total extent of approximately 21,000 square metres situated in Bois Marchand from HMCO for a total consideration of MUR 51.2 million.

Disclosable transaction/ Related party transaction

The "Transaction" will constitute a disclosable transaction and a related party transaction under Chapter 13 of the Listing Rules. A disclosable and related party transaction circular to the shareholders of MCFI, prepared in accordance with Chapter 13 of the Listing Rules, will be submitted to the Stock Exchange of Mauritius (SEM) for approval.

In respect of the above, a special meeting of the shareholders of MCFI will be convened in due course to approve the Transactions in accordance with Listing Rules 13.23.

The shareholders of MCFI and the public at large are advised to exercise caution when dealing in the shares of MCFI and will be kept informed of any developments.

By order of the Board

HM SECRETARIES LTD.

Secretary

This cautionary announcement is issued pursuant to Listing Rule 11.3 and Rule 5 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007. The Board of MCFI accepts full responsibility for the accuracy of the information contained in this Cautionary announcement.



16 December 2019