



Lisungwe plc - News announcement 17 August 2007

Lisungwe plc (the “Company”)

Issue of equity

Further to the Company’s announcement on 2 July 2007, Lisungwe plc is pleased to announce that it has today placed 3,443,182 new Ordinary shares at a price of 2 pence per share with existing Shareholders. The subscription monies amounting to GBP 68,863 will be used as additional working capital in further developing the exploration opportunities in Malawi, particularly at Chimimbe Hill where early exploration activity is showing promising Nickel results.

Following this placing the Company will have 156,360,697 Ordinary shares of 0.05 pence in issue, of which 41,288,888 (26.4%) are beneficially held by Directors of the Company.

The Directors of Lisungwe plc accept responsibility for this announcement.

ENQUIRIES:

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