

## BAOBAB RESOURCES PLC

### IFC RENEWS COMMITMENT TO TETE PROJECT DEVELOPMENT

---

27 AUGUST 2013



Baobab Resources Plc ('Baobab' or the 'Company') is wholly focused in Mozambique where it is developing a pig iron and ferro-vanadium project in the Tete province (the 'Tete Project'), one of Africa's fastest growing mining centres. The Company is pleased to announce that its Tete joint venture ('JV') partner, IFC, a member of the World Bank Group, has committed to supporting the on-going Definitive Feasibility Study (DFS) work programme through a pro rata contribution of approximately US\$1,000,000.

Commenting today, Jeremy Dowler, Baobab's Chairman said: *'Baobab is very pleased to announce the continued support of our partner IFC. The JV partnership is now well into its fifth year, during which time IFC has contributed c.US\$5m and the Project has transitioned from an undrilled, greenfields concept to an advanced asset with 510Mt inferred and 217Mt indicated JORC compliant resource. The project has become one of national and regional significance with preliminary feasibility studies underlining a compelling commercial case for development.'*

*'Looking forward, we will be working alongside IFC in the facilitation of access to port, rail and power infrastructure as well as the development of comprehensive stakeholder engagement, community development and environmental management programmes.'*

#### ABOUT IFC & THE TETE JOINT VENTURE

---

IFC (International Finance Corporation) creates opportunity for people to escape poverty and improve their lives. It fosters sustainable economic growth in developing countries by supporting private sector development, mobilizing private capital, and providing advisory and risk mitigation services to businesses and governments. IFC has a long and respected history of promoting sustainable mining in developing countries and is highly regarded as a long-term partner in mining development projects.

IFC participated in a placing in November 2008 and is currently Baobab's second largest single shareholder with an interest in the Company of 3.7%. In January 2009, IFC acquired a 15% participatory interest in the Tete pig iron and ferro-vanadium project. Under the terms of the JV, IFC has committed to on-going pro-rata contributions to the development of the Tete Project with Baobab funding the remaining portion and remaining as the project operator.

#### CONTACT DETAILS

---

##### **Baobab Resources PLC**

Ben James: Managing Director  
Jeremy Dowler: Chairman

Tel: +258 21 415 200  
Tel: +44 1372 450529

##### **Grant Thornton UK LLP**

Philip Secrett / David Hignell

Tel: +44 20 7383 5100

##### **Shore Capital Stockbrokers**

Jerry Keen / Toby Gibbs

Tel: +44 20 7468 7964

##### **Fortbridge Consulting**

Matt Beale

Tel: +44 7966 389 196

**BAOBAB RESOURCES PLC**  
27/28 Eastcastle Street  
London W1W 8DH  
United Kingdom

**BAOBAB MINING SERVICES Pty Ltd**  
Unit 25 South Terrace Piazza  
Fremantle  
Western Australia 6160  
Australia  
Post: PO Box 1229 Fremantle  
Western Australia 6959  
Australia

**CAPITOL RESOURCES Lda**  
Rua De França 19 / 2 Andar  
Bairro Coop  
Maputo  
Moçambique