

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt as to any aspect of the proposals referred to in this document or as to the action you should take, you should seek your own advice from a stockbroker, solicitor, accountant, or other professional adviser.

If you have sold or otherwise transferred all of your shares, please pass this document together with the accompanying documents to the purchaser or transferee, or to the person who arranged the sale or transfer so they can pass these documents to the person who now holds the shares.

LONZIM PLC

(incorporated and registered in Isle of Man under number 001773V)

NOTICE OF ANNUAL GENERAL MEETING

Directors:

David Lenigas (*Chairman*)
Geoffrey White (*Director & Chief Executive Officer*)
David Armstrong (*Finance Director*)
Emma Priestley (*Executive Director*)
Paul Turner (*Non-Executive Director*)
Paul Heber (*Non-Executive Director*)
Jean Ellis (*Non-Executive Director*)

Registered Office:

33-37 Athol Street
Douglas
Isle of Man
IM1 1LB

31 January 2012

To the shareholders and, for information only, to the Option Holder

Dear Shareholder,

INTRODUCTION

The Annual General Meeting of the Company will take place at Private Suite 1, The May Fair Hotel, Stratton Street, London W1J 8LT at 3.00 p.m. on 24 February 2012. This letter provides you with some background and an explanation of the resolutions to be put to the Annual General Meeting as contained in the enclosed notice of Annual General Meeting.

PROPOSED BOARD CHANGES

The Board is of the opinion that the Company has reached a stage in its corporate development where it is able to operate without further direct support from Lonrho Plc. The members of the Board who were nominated by Lonrho Plc to establish and develop the Company are therefore stepping down in order to focus on Lonrho Plc's other more core activities, subject to new members of the Board being appointed to aid the Company in its future development and growth.

Accordingly, each of David Lenigas, Geoffrey White, David Armstrong and Jean Ellis have agreed to resign from the Board with effect from the end of the Annual General Meeting conditional only upon all of the resolutions being proposed at the Annual General Meeting (the "Resolutions") being passed. In addition, Emma Priestley, who will retire by rotation this year, will not be seeking reappointment. The two existing independent non-executive directors, Paul Turner and Paul Heber, are remaining on the Board.

Details of the new directors being proposed are set out in this document. If the Resolutions are passed, the new Board will comprise one executive director and five non-executive directors. The Company also intends,

in due course, to appoint a new executive finance director and a further announcement will be made as appropriate.

Should the Resolutions be passed, it is intended that the audit committee of the Board shall comprise Paul Turner (committee chairman), Ian Perkins and Fred Jones; the nomination committee of the Board shall comprise Paul Turner (committee chairman), Edzo Wisman and Itai Mazaiwana; the remuneration committee of the Board shall comprise Ian Perkins (committee chairman), Fred Jones and Paul Heber; and the corporate governance committee of the Board shall comprise Edzo Wisman (committee chairman), Fred Jones and Paul Heber.

Lonrho Plc, which is the largest single shareholder of the Company, remains highly supportive of the Company and the proposed new Board structure.

APPLICATION OF THE TAKEOVER CODE

As an AIM quoted company which is incorporated with a registered office in the Isle of Man, the UK Code on Takeovers and Mergers (the "Code") applies only if the Panel on Takeovers and Mergers (the "Panel") considers that the place of central management and control of the Company is in the UK, the Channel Islands or the Isle of Man.

Should the Resolutions be passed, the Board will comprise a majority of directors resident outside the UK, the Channel Islands and Isle of Man. In this event, the Panel has confirmed that the Code will no longer apply to the Company and shareholders would therefore not be afforded any protections under the Code.

In particular, it should be noted that under Rule 9 of the Code ("Rule 9") if any person (or persons acting in concert with him) acquires any further shares carrying voting rights such that their resultant holding is 30 per cent. or more of the voting rights of the Company, or if any person (or persons acting in concert with him) already holding 30 per cent. or more but not more than 50 per cent. of the voting rights increases their percentage holding, that person would be obliged to make a mandatory general offer to all remaining shareholders to purchase their shares at the highest price paid by him (or any persons acting in concert with him) within the preceding 12 months.

It is understood that the new directors being proposed consider that shareholders should continue to benefit from the protection of Rule 9 as described above and therefore, in due course, the new board intends to amend the articles of association of the Company to include near equivalent provisions to those of Rule 9. Any such change will be subject to the approval of shareholders at the relevant time.

If in the future further changes to the Board are made it may be that the Code will again apply to the Company. The Company will monitor the situation and will consult with the Panel as required.

BUSINESS OF THE ANNUAL GENERAL MEETING

Ordinary Business

Resolution 1 – Receiving and adopting the Accounts

The Board recommends the receiving and adopting of the audited accounts for the year ended 31 August 2011, together with the Directors' Report and the Auditors' Report thereon.

Resolutions 2-7 – Directors

The Board recommends the re-election of Paul Turner (non-executive director), who was appointed to the Board on 1 July 2008, and Paul Heber (non-executive director), who was appointed to the Board on 7 November 2007, each of whom is retiring by rotation in accordance with the articles of association of the Company. Being eligible, these directors offer themselves for re-election.

Another director retiring by rotation this year is Emma Priestley, who will not be seeking reappointment.

Ian Perkins

The Board recommends the appointment of Ian Perkins as a non-executive director and chairman of the Company.

Ian has over 40 years' experience in the City. He was at James Capel & Co. from 1978 until 1991 (where he was a director and head of the fixed income division). From 1991 until 1996 Ian was director and later the chief executive officer of listed bank King & Shaxson Holdings plc. When Gerrard Group took King & Shaxson over in 1996, Ian became a director of Gerrard Group plc and chairman of the Gerrard & King bank. Following Gerrard Group's takeover by the Old Mutual Group in 2000, Ian became a director of Old Mutual Financial Services plc, and was the chief executive officer and later chairman of GNI Limited until 2003. From 2003 until 2010, Ian was chairman of fixed income and inter-dealer broking company King & Shaxson Limited.

Edzo Wisman

The Board recommends the appointment of Edzo Wisman as a director and chief executive officer of the Company.

Edzo joined the Company as general manager in 2010. Prior to that, in 2003 he founded and was managing director of Stuart Lammert & Co. ("SL&C"), a financial advisory firm based in Toronto and New York focused on corporate finance, restructurings and mergers and acquisitions. Prior to founding SL&C, Edzo was a vice president, investment banking, with CCFL Advisory Services, a Canadian based merchant bank. Previously he was with Wilshire Associates, first with the consultancy practice in Amsterdam servicing some of Europe's largest institutional investors, and then with the private markets group at its California headquarters seeking opportunities in leveraged buyout markets. Prior to this, he was with the investment department of the pension funds of KLM Royal Dutch Airlines.

Edzo is currently a director of 1793161 Ontario Inc., a privately held affiliate of Anheuser-Busch InBev, Trustee of the David Ferguson Memorial Fund and a member of the advisory board of Prisma Business Management. He holds a Doctorandus degree in Business Economics (University of Groningen).

Fred Jones

The Board recommends the appointment of Fred Jones as a non-executive director of the Company.

Fred is the chairman of Jutland Group, a private Hong Kong based investment management and commodity firm which he founded in 2006 to manage portfolios of foreign exchange, precious metals and international debt. Fred founded Jutland Metals Limited to manage and control the logistics of physical precious metals management for corporate and high net worth individual clients. Fred also founded Jaramcor International, a commodity supply-chain manager and supplier of pulp/paper, chemicals and agricultural products. He was previously vice president, private client services, at Bear Stearns Global Wealth Management, where he specialised in the management of international bond and foreign exchange portfolios for high net worth clients and also advised European corporate clients on multi-currency financings and bond buybacks. Prior to working with Bear Stearns, Fred worked with the international private client group of Merrill Lynch, managing international bond and currency portfolios for high net worth clients. He holds a BSc in Accountancy and an MBA in Finance from Florida A&M University.

Itai Mazaiwana

The Board recommends the appointment of Itai Mazaiwana as a non-executive director of the Company.

Itai started his career in research and education at the Institute for Mining Research and at the University of Zimbabwe. During his subsequent career in the private sector, Itai held increasingly senior positions in mining and chemicals at ZISCO, Anacol Laboratories, Ardington Exploration, and Polokwana Chemical (South Africa). Itai is currently a director of Jeune Zimbabwe, Mining and Infrastructure Development Corporation (MIDCO) (a joint venture between Jeune and the Government of Zimbabwe) and Pan-African Energy Resources. In recent years, Itai has acted as adviser to, among others, Orange Advisory Alliance

(South Africa), Lineband/Scores Mining, and New Frontier Partners Zimbabwe. The latter organisation promotes local participation in Zimbabwe's mining and energy sectors.

Itai underwent his secondary education both in Zimbabwe and the United Kingdom and he holds a BSc in Chemistry and Geology and a MSc in Analytical Chemistry, both from the University of Zimbabwe. He has published a number of papers on the low level detection of gold.

Resolution 8 – Auditors' Re-appointment and Remuneration

This resolution relates to the Auditors' re-appointment and authorises the directors to determine their remuneration.

Special Business

Resolution 9 – Investment Strategy

LonZim Plc is an Investing Company as defined in the AIM Rules for Companies. As provided for in the Company's AIM Admission Document published on 5 December 2007, the Company is required to approve the continuation of its investment strategy at each Annual General Meeting. The resolution is therefore for the approval of the Company's investment strategy as detailed in the circular to shareholders dated 1 April 2009 as read with the Company's Admission Document published on 5 December 2007.

Resolution 10 – Change of Name

The Board recommends that, following the retirement by rotation of Emma Priestley and the proposed resignations of David Lenigas, Geoffrey White, David Armstrong and Jean Ellis, who are all connected to Lonrho Plc, the Company's name be changed to Cambria Africa Plc to reflect the increased independence of the Company from Lonrho Plc.

ANNUAL GENERAL MEETING

A Form of Proxy for use at the meeting is enclosed. Please complete and sign the Form of Proxy and return it to the Registrars so as to arrive no later than 48 hours before the time fixed for the meeting.

The return of the Form of Proxy will not, however, prevent you from attending the meeting and voting, in person, should you wish to do so.

In order to be passed, the resolutions must be approved by members holding in excess of 50 per cent. of the voting rights exercised in respect of such resolutions at the meeting.

The Board has received irrevocable undertakings to vote in favour of all the Resolutions from shareholders holding, in aggregate, 24.4 per cent. of the Company's existing issued share capital, of which 0.516 per cent. represents shares in respect of which Mr Paul Heber has an interest.

RECOMMENDATION

The Board considers that each of the resolutions is in the best interests of the Company and its shareholders as a whole and unanimously recommends that shareholders should vote in favour of each of them.

Yours faithfully

DAVID LENIGAS

Chairman

LONZIM PLC

(Registered in the Isle of Man No. 001773V)

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the fourth Annual General Meeting of LonZim Plc (the “**Company**”) will be held at Private Suite 1, The May Fair Hotel, Stratton Street, London W1J 8LT at 3.00 p.m. on 24 February 2012 for the following purposes:

Ordinary Business:

1. To receive the Directors’ Report, the accounts for the year ended 31 August 2011, and the auditors’ report thereon.
2. To re-elect Mr Paul Turner, who was appointed to the Board on 1 July 2008, as a non-executive director of the Company.
3. To re-elect Mr Paul Heber, who was appointed to the Board on 7 November 2009, as a non-executive director of the Company.
4. In accordance with article 83 of the Company’s articles of association, to appoint Mr Ian Perkins as a director of the Company with immediate effect.
5. In accordance with article 83 of the Company’s articles of association, to appoint Mr Edzo Wisman as a director of the Company with immediate effect.
6. In accordance with article 83 of the Company’s articles of association, to appoint Mr Fred Jones as a director of the Company with immediate effect.
7. In accordance with article 83 of the Company’s articles of association, to appoint Mr Itai Mazaiwana as a director of the Company with immediate effect.
8. To re-appoint KPMG Audit LLC as auditors of the Company to hold office from the conclusion of the meeting until the conclusion of the next general meeting of the Company at which financial statements are laid before the Company and to authorise the directors to agree their remuneration.

Special Business:

9. To approve the continuation of the Company’s investment strategy as detailed in the circular to shareholders dated 1 April 2009 as read with the Company’s Admission Document published on 5 December 2007.
10. To approve the change of the Company’s name to Cambria Africa Plc.

By order of the Board

D. Lenigas

31 January 2012

Registered office:

33-37 Athol Street

Douglas

Isle of Man

IM1 1LB

Registered No. 001773V

Notes:

1. A member entitled to attend and vote at the above meeting is entitled to appoint one or more proxy or proxies to attend and vote in his place. A proxy need not be a member of the Company, but is entitled to exercise all or any of the member's rights to attend and to speak and vote at a meeting of the Company.

A member may appoint more than one proxy in relation to the Annual General Meeting provided that each proxy is appointed to exercise the rights attached to a different share or shares held by that member. To appoint more than one proxy you may photocopy the form of proxy. Please indicate the proxy holder's name and the number of shares in relation to which they are authorised to act as your proxy (which, in aggregate, should not exceed the number of shares held by you). Please also indicate if the proxy instruction is one of multiple instructions being given. All forms must be signed and should be returned together in the same envelope. A failure to specify the number of shares each proxy appointment relates to or specifying a number in excess of those held by you may result in the appointment being invalid.

2. To be valid, a completed form of proxy, together with a power of attorney or other authority, if any, under which it is signed (or a notarially certified copy thereof), must be deposited at the offices of the Company's registrars, Capita Registrars (Isle of Man) Limited, 3rd Floor Exchange House, 54-62 Athol Street, Douglas, Isle of Man IM86 2BA (where applicable use reply paid envelope enclosed), not less than 48 hours before the time set for the meeting or adjourned meeting (as the case may be).
3. CREST members who wish to appoint a proxy or proxies through the CREST electronic proxy appointment service may do so by using the procedures described in the CREST Manual. CREST personal members or other CREST sponsored members, and those CREST members who have appointed a voting service provider should refer to their CREST sponsors or voting service provider(s), who will be able to take the appropriate action on their behalf.

In order for a proxy appointment or instruction made by means of CREST to be valid, the appropriate CREST message (a "**CREST Proxy Instruction**") must be properly authenticated in accordance with Euroclear UK & Ireland Limited's specifications and must contain the information required for such instructions, as described in the CREST Manual. The message must be transmitted so as to be received by the Company's agent, Capita Registrars Limited (CREST Participant ID: **RA10**), no later than 48 hours before the time appointed for the meeting. For this purpose, the time of receipt will be taken to be the time (as determined by the time stamp applied to the message by the CREST Application Host) from which the Company's agent is able to retrieve the message by enquiry to CREST in the manner prescribed by CREST.

CREST members and, where applicable, their CREST sponsor or voting service provider should note that Euroclear UK & Ireland Limited does not make available special procedures in CREST for any particular messages. Normal system timings and limitations will therefore apply in relation to the input of CREST Proxy Instructions. It is the responsibility of the CREST member concerned to take (or, if the CREST member is a CREST personal member or sponsored member or has appointed a voting service provider, to procure that his CREST sponsor or voting service provider takes) such action as shall be necessary to ensure that a message is transmitted by means of the CREST system by any particular time. In this connection, CREST members and, where applicable, their CREST sponsor or voting service provider are referred in particular to those sections of the CREST Manual concerning practical limitations of the CREST system and timings.

The Company may treat as invalid a CREST Proxy Instruction in the circumstances set out in Regulation 35(5)(a) of the Uncertificated Securities Regulations 2001.

4. Completion and return of a form of proxy will not prevent a shareholder from subsequently attending and voting in person at the Annual General Meeting.
5. In the case of joint holders of shares, the vote of the senior who tenders a vote, whether in person or by proxy, will be accepted to the exclusion of the other joint holder(s) and for this purpose seniority will be determined by the order in which the names stand in the Register of Members of the Company in respect of the relevant joint holding.
6. Pursuant to Regulation 22 of the Uncertificated Securities Regulations 2006, the Company specifies that only those shareholders registered in the Register of Members of the Company as at 6.00 p.m. on 22 February 2012, or in the event that the meeting is adjourned, in the Register of Members as at 6.00 p.m. on the day that is two days prior to any adjourned meeting, shall be entitled to attend or vote at the meeting in respect of the number of shares registered in their name at the relevant time. Changes to entries on the Register of Members after 6.00 p.m. on 22 February 2012 or, in the event that the meeting is adjourned, 6.00 p.m. on the day that is two days prior to the day of any adjourned meeting, shall be disregarded in determining the rights of any person to attend or vote at the meeting.
7. As at 30 January 2012 (being the last practicable date prior to the publication of this notice) the Company's issued share capital consisted of 58,133,908 ordinary shares of £0.0001 each. Each ordinary share carries the right to vote at a general meeting of the Company and, therefore, the total number of voting rights in the Company as at 30 January 2012 was 58,133,908.

