



MERGER NOTICE NO 9: 2016

THE PROPOSED ACQUISITION OF 75.39% OF THE ISSUED SHARE EQUITY IN METAL FABRICATORS OF ZAMBIA PLC BY REUNERT LTD.

Pursuant to section 56(1) of the Competition Act (Cap 46:09), the Competition Authority has received a merger notification for the proposed acquisition of 75.39% of the issued share equity in Metal Fabricators of Zambia Plc ("Zamefa") by Reunert Ltd ("Reunert").

Reunert, the acquiring firm, is a public company listed on the Johannesburg Stock Exchange. Reunert is involved in electrical engineering, information and communication technologies and applied electronics in South Africa. Its South African subsidiary, CBi-Electric, designs and manufactures a comprehensive range of electrical energy cables up to 132 Kv and conducts up to 765 Kv. Reunert, is also involved in the installation and maintenance of medium and high-voltage cable systems. Reunert has no assets in Botswana. However, it does make sales in Botswana through the sale of aerial bundle conductors, office automation devices (printers, scanners, copiers etc.) as well as circuit breaker and metering equipment.

Zamefa, the target firm, is a public company listed on the Zambian Stock Exchange. It is a manufacturer of copper rod; copper and aluminium wire; cable; and conductor products, and supplies its products throughout Southern Africa, including Botswana. Zamefa does not have any direct presence in Botswana. However, it makes sales into Botswana through the sale of copper rod and bare copper conductors. The top five shareholders in Zamefa are: National Pension Scheme Authority; Zambia State Insurance Corporation; Workers Compensation Control Board; Professional Insurance Corporation; and J. Chiyassa.

According to section 57(3), of the Competition Act, "any person, including a third party not a party to the proposed merger, may voluntarily submit to the inspector or the Authority any document, affidavit, statement or other relevant information in respect of a proposed merger". The Competition Authority therefore seeks any stakeholder views for or against the proposed merger, which may be sent within 10 days from date of this publication to the following address:

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