

# EAAGADS LIMITED

Incorporated in Kenya under the Companies Act  
Registration number C. 5/54

## The Capital Markets Act

Chapter 485A of the laws of Kenya  
The Capital Markets (Public Offers, Listing and Disclosure)  
Regulations, 2002 (as amended)

## PUBLIC ANNOUNCEMENT

### OUTSOURCING OF EAAGADS LIMITED'S COFFEE OPERATIONS TO COFFEE MANAGEMENT SERVICES LIMITED

Further to the cautionary announcement published on 18 April 2017, Eaagads Limited (the **Company**) is pleased to announce that it has received approval from the Capital Markets Authority for the publication of the circular to its shareholders in respect of the proposed outsourcing (the **Outsourcing**) of the management of the Company's coffee operations to Coffee Management Services Limited (**CMS**).

On implementation of the Outsourcing, CMS will manage the entire coffee business currently run by the Company. The Outsourcing will enable the Company to improve its coffee production, coffee quality, milling, cost management, marketing strategies and sales. The Board is confident that this will in the long term result in the Company delivering improved financial results to its shareholders. The Outsourcing will have minimal impact on the employees engaged in the Company's operations, who will retain their current terms of employment but will report to CMS.

Further information relating to the Outsourcing is contained in the shareholders circular, a copy of which will be sent by post to every shareholder, and may also be obtained at the Company's registered office.

**By order of the Board**

Date: 2<sup>nd</sup> June 2017

**DISCLAIMER:** This announcement is for informational purposes only. As a matter of policy, the Capital Markets Authority assumes no responsibility for the correctness of any statements or opinions made or reports contained in this announcement.