

# Kazakhstan Potash Corporation Limited

28 December 2012

## **ASX Announcement**

### **Market Update**

#### **Framework Agreement in acquisition of Satimola Limited signed**

The Board of Kazakhstan Potash Corporation Limited – (ASX:KPC), (the Company) is pleased to announce that it has signed a Framework Agreement which has the intent to acquire 100% shareholding in Satimola Limited which holds the Satimola Potash Deposit in the Republic of Kazakhstan.

Satbor LLP is a wholly owned subsidiary of Satimola Limited in Kazakhstan and holds the license for exploration and exploitation to the Satimola Potash Deposit.

The purchase price will be paid for by an issue of 100 million shares of the Company, within 1 month after transfer of the shares of Satimola Limited into the Company. The Company separately commits to arrange for these shares to be bought back or sold at US\$1.50 each, subject to all government approvals and waivers being obtained.

In addition, the Company agrees to provide debt financing of up to US\$10 million in instalments to fund working capital of Satbor LLP in Kazakhstan.

The transaction contemplated by the Framework Agreement is subjected to a number of conditions being satisfied, including:

- Completion of detailed due diligence
- Execution of final transaction documents;
- Obtaining approval from all relevant Government and regulatory authorities; and
- Obtaining approval from shareholders of the Company and shareholders of Satimola Limited.

The Company will keep the market informed of further developments.

**Kazakhstan Potash Corporation Limited**

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