

Hon. Prof. Mthuli Ncube  
Minister Of Finance  
4th Floor, Block E, New Government Complex  
Corner Samora Machel and Fourth Street, Harare, Zimbabwe

Email: [mncube@gmail.com](mailto:mncube@gmail.com)

Advocate P. Machaya  
Attorney General  
4th Floor, Mgandane Dlolo Building  
Corner Samora Machel Avenue/Simon Vengesai Muzenda Road  
Harare  
Zimbabwe

14<sup>TH</sup> April 2022

Email: [machayaprince@yahoo.com](mailto:machayaprince@yahoo.com)

Dear Sirs

As you will be aware, the Government of Zimbabwe was party to two sets of arbitration proceedings commenced in 2010 under the ICSID rules. The claims related to land owned by Border Timbers Limited ("BTL") (the "Border Estate") and other land owned by the von Pezold Family, which was acquired by the Government of Zimbabwe pursuant to the land reform policies then in place.

The claimants in ICSID case no. ARB/10/15 (the "VP Arbitration"), commenced on 8 July 2010, were members of the von Pezold family. Their claim was brought in relation to other assets but also in relation to the land owned by BTL as the von Pezold family were the ultimate owners of approximately 87% of the shares in BTL. This letter is concerned only with that part of the award relating to the Border Estate. Rift Valley Corporation ("RVC") subsequently acquired the von Pezold family's 87% shareholding in BTL.

The claimants in ICSID case no. ARB/10/25 (the "BT Arbitration"), commenced in December 2010, were BTL and its subsidiaries, the legal owners of the Border Estate at the time of the reference.

The BT and VP Arbitrations were heard together between 2011 and 2014. The tribunals issued two awards, both dated 28 July 2015, one in respect of each arbitration (the "BTL Award" and "VP Award").

Each award stated that the Government of Zimbabwe should hand back title to the Border Estate and pay a sum in compensation. Alternatively, if such restoration was not made within 90 days of the rendering of the awards, each award provided that the Government of Zimbabwe should pay US\$124,041,223 plus interest in compensation.

As the claimants in each proceeding were awarded the same relief in respect of the same loss each tribunal directed that the discharge of one award would discharge the other, so there could be no double compensation.

In October 2015 the Government of Zimbabwe commenced proceedings to have the awards in both proceedings annulled. Those proceedings were determined against the Government of Zimbabwe in November 2018.

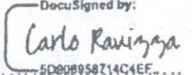
To date, no restitution has been made under either award and therefore the claims are now only for the greater compensation sums awarded by both Tribunals.

On behalf of BTL and the von Pezold family we would like to inform you that the von Pezold family, BTL and RVC (as BTL's majority shareholder) have reached an agreement to divide the compensation relating to the Border Estate ("**Border Estate Compensation**") awarded in the BT Arbitration and the VP Arbitration. In summary, the agreement allows for:

- a) BTL to be allocated 57.5% of the Border Estate Compensation as well as 100% of the costs and moral damages awarded to BTL, and pre and post award interest on that amount; and
- b) The claimants in the VP arbitration to be allocated 42.5% of the Border Estate Compensation and pre and post award interest on that amount. In parallel the VP claimants remain entitled to a sum equal to 100% of the compensation awarded to them that does not relate to the Border Estate.

We would be grateful if you would please acknowledge receipt of this letter.

Yours faithfully

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 For and on behalf of  
 Border Timbers Limited

  
 .....  
 Heinrich von Pezold

lkarimanzira@bordertimbers.com  
 LYSIUS KARIMANZIRA  
 0772 565 932