**MathEngine PLC**

**Investor update – August 2019**

Until recently, the historic El Oro investment group (“El Oro”) was MathEngine PLC’s (“MathEngine” or “Company”) second largest shareholder, owning 15.17% of our issued ordinary equity capital. However, certain of El Oro’s non-executive directors and a group of its shareholders recently forced its winding-up.

As a part of the process of liquidating the El Oro investment portfolio, MathEngine was, on Tuesday 11th June, able to purchase into Treasury a total of 3,939,282 MathEngine ordinary shares for the de minimis cash cost of £14,995, a very significant 87% discount to our Company’s then Net Asset Value per share (“NAV”).

We have also been able to purchase a further 46,875 MathEngine ordinary shares into Treasury from another shareholder, so that in total we have repurchased 3,986,157 shares representing 15.346% of our Company’s issued equity.

Your Board took the decision to cancel all of these repurchased Treasury shares, which both significantly reduced the total number of MathEngine ordinary shares in issue, and simultaneously sharply increased MathEngine’s NAV by circa 20% to at least 3.59p per share.

We have now had notification from HMRC that the cancellation of the Treasury shares has been approved, so that MathEngine’s issued ordinary equity capital now consists of 21,989,309 ordinary shares with voting rights attached, and the Company confirms that it holds no other shares in Treasury at the date of this disclosure.

The above figure of 21,989,309 shares can therefore be used by shareholders as the denominator for calculations by which to determine if they are required to notify their interest in, or a change to, their interest in the Company and any such notifications should be sent by e-mail please to our Company Secretary, at [gillian.hedger@catostrategic.com](mailto:gillian.hedger@catostrategic.com).

We also advise that approximately 46.0% of the current MathEngine portfolio, including both cash and our reduced shareholding in Vena Solutions, is currently denominated in Canadian dollars, which over the last few months has appreciated by circa six-point-six per cent (c.6.6%) against Sterling caused by the uncertainty over the current Brexit impasse.

I look forward to reporting to you on another successful year for MathEngine in due course.

David Nabarro

Director – MathEngine PLC

7th August 2019