



Inachee (**noun**) [In-a-chee-]: Home Grown Energy in Motion.

PRESS RELEASE ON ARREST OF INACHEE EMPLOYEES FOR USE OF DRONE TECHNOLOGY.

Date: 17 March 2016

A: Introduction

In response to media houses and other press and social media releases on the matter of two employees of Inachee Uganda Limited being arrested for flying a drone over a military base, we would like to clarify on the matter to remove any speculation and misinformation.

B: About us:

Inachee Limited (together with its subsidiaries and associates is referred to as "Inachee") is a company incorporated in England and Wales. It provides ethical business advisory worldwide including through its Ugandan subsidiary, Inachee Uganda Limited. More about us can be found at

www.inachee.com

C: The matter

On Monday 14 March 2016 we became aware that 1 of our Ugandan subsidiary's employees being assisted by an associate or associates ("the associates") had been held in police custody at Nakasongola central police station.

The detention took place on Sunday 13 March 2016 because the police were informed that they were seen flying a drone.

Unfortunately, they did not have ready identification on them (being a weekend) and as such were held - primarily due to the security concerns, this district being one we understand has a number of military related installations.

Prior to the visit, area LCs had been notified – by the client for whom we were contracted to undertake the work.

This identification of the associates together with proof of our contract with the client and the drone's ownership was subsequently provided to Nakasongola police and for clarity the associates were subsequently released on 16 March 2016 on police bond - without charge. We have raised concerns with legal counsel on the custody without charge beyond 48 hours.

The drone footage is being reviewed to ensure there is no incriminating information - something we are not worried of – because the use of technology to enhance quality of life is increasingly common.

Drones are used worldwide for various purposes and in Uganda they are increasingly common, but of course being a new technology, they can often cause confusion or even unfounded worries.

The regulation of their use in Uganda (and indeed worldwide) is however not necessarily clear and this could have resulted in the confusion experienced in regard to the associates.

D: Why use drone technology in this area?

As an innovative advisory firm, we are at the forefront of technology and in this particular instance, we had entered into an engagement with a client to use drone technology to get aerial photography and video of the land holding. This client is a reputable investor who is developing a managed forest as well as planning to construct real estate in the area.

The client's land, for clarity, is not particularly close to any military installations or bases.

Drone technology in this case over a vast land area, as our client has, ensures that soil sampling is more accurate - as it captures the topology of the land amongst others.

The client also needed video evidence for presentations to his clients - who comprise of global investors including Ugandans in diaspora who will be looking to buy these plots - for the development of our country.

Such technology therefore helps us make better business decisions as well as helps our clients provide better service, which of course in this place leads to development of Nakasongola.

E: The drone and previous use in Uganda

This type of drone (a DJI phantom 4) has been used before by us - to survey 2,000 acres of land for an electricity project in Northern Uganda and was en-route to a Uganda tourism agency with

whom a related party of ours does work to promote Uganda's beauty and so there is certainly no connection with illegal activities, as May have been alluded to in some press reports.

F: Next steps

We are cooperating with all agencies including through legal counsel for the associates. We also await the return of the drone by the respective agencies but if there are any queries, please direct them to contact@inachee.com

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