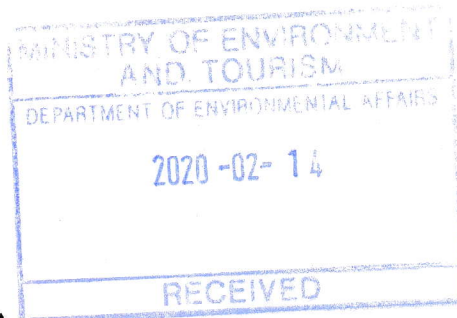




REPUBLIC OF NAMIBIA



## PRO-FORMA ENVIRONMENTAL CONTRACT

WHEREAS the Applicant/Company referred to below, has been notified under section 48(4) of the Minerals (Prospecting and Mining) Act, 33 of 1992 (hereinafter "the Act"), that the Minister of Mines and Energy is prepared to grant the applicant a **MINING CLAIMS** subject to certain terms and conditions and;

WHEREAS such terms and conditions include the condition precedent that the applicant enters into an Environmental Contract with the Government of Namibia;

IT is hereby agreed as follows:

### 1. PARTIES

M. Shikongo's Investments  
Group One (PTY) Ltd

The parties to this contract are ..... (hereinafter referred to as "the Holder") being the holder of Non-Exclusive Prospecting Licence ..... 8467, Mining Claims registration no 71427, 71428, 71429, 71430

on the one hand, and THE GOVERNMENT OF NAMIBIA  
(Hereinafter referred to as "the Government")

duly represented by: THE MINISTRY OF ENVIRONMENT & TOURISM (MET), and  
THE MINISTRY OF MINES & ENERGY (MME)

on the other.

### 2. GENERAL OBLIGATIONS

- 2.1 The provisions contained in this contract are in addition to and do not detract from any obligations which the Holder may have under the Minerals (Prospecting and Mining) Act, 1992 (the Act).
- 2.2 The Holder recognises that its prospecting/mining operations may have significant impacts on the environment. Accordingly the Holder undertakes that during the course of its operations it will take every practicable step necessary to ensure the mitigation of such impacts. In doing so it will liaise with the MET and MME as provided for in 3.3 and 4 below.
- 2.3 In particular the Holder will undertake necessary and adequate steps to ensure that environmental damage is reduced to a minimum and prevented insofar, as is practicable.
- 2.4 Should the Holder not carry out its environmental obligations it shall be liable for the environmental damage which may result. In this regard the Government reserves the right to:
  - 2.4.1 demand at any time financial or other guarantees to restore the environment or mitigate environmental damage which has, or which may occur, as a result of the Holder's activities;
  - 2.4.2 itself undertake such mitigatory or restorative measure and to recover the costs thereof from the Holder;
  - 2.4.3 claim compensation for environmental damage, which may have been brought about by the Holder's activities.

B

- 2.5 The Holder shall on completion or suspension of its operations, ensure that the impact on the environment is minimised and that every reasonable and practicable step is undertaken to ensure that the environment is left in a reasonable state. The provisions of clause 2.4 apply *mutatis mutandis* to environmental damage evident after prospecting, mining or other operations have been suspended or completed.
- 2.6 The Holder acknowledges that should it apply for a mining licence in consequence of its prospecting or other operations, it will have to comply with Namibia's National Environmental Assessment Policy (Directorate of Environmental Affairs, January 1995) and that this will entail the carrying out of an Environmental Assessment (EA).

### **3. THE ENVIRONMENTAL CONDITIONS**

- 3.1 In accordance with section 68(f) of the Act, which provides that an application for a licence shall contain particulars of the existing condition of the environment, an estimate of the effect which the proposed operations may have, and the proposed steps to be taken to prevent or minimise such effect, the Holder has attached Environmental Conditions marked "Appendix A".
- 3.2 The Holder acknowledges that once the MET and MME has determined that the information furnished in Appendix A is satisfactory, it will form part of this contract.
- 3.3 The Holder warrants that the information contained in Appendix A is to the best of its knowledge and belief true and correct and that it will notify the Government of any material changes therein. Should there be such material changes, the Government reserves the right to re-negotiate the terms and conditions of this agreement.

### **4. COMPLIANCE AND NOTIFICATION**

- 4.1 The Holder acknowledges that the reports, which it is obliged to furnish to MME (which is provided for in the notice from the Office of the Mining Commissioner under section 48(4) of the Act), will include an Environmental Report.
- 4.2 The Holder acknowledges that officials from MME and/or MET may at any time conduct a compliance and/or performance inspection of its operations.
- 4.3 The Holder will keep records of its environmental performance and make these available to the officials referred to in 4.2.

SIGNED AT Windhoek ON THIS 11 DAY OF February 2020

For the Holder:  
(duly authorised thereto)



For the Government:

Dr. Fredrick Mupoti Sikabongo  
Deputy Environmental Commissioner  
Ministry of Environment and Tourism

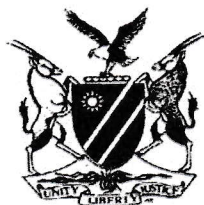
And



11.02.2020

Mr EI Shivolo  
Mining Commissioner  
Ministry of Mines and Energy





## REPUBLIC OF NAMIBIA

# ENVIRONMENTAL QUESTIONNAIRE FOR MINING CLAIMS IN NAMIBIA

### BEING APPENDIX A TO THE ENVIRONMENTAL CONTRACT

#### 1. BACKGROUND INFORMATION

- 1.1 Companies/Natural persons applying for **MINING CLAIMS** must complete this questionnaire. (Please fill in ALL questions).
- 1.2 The answers provided in this questionnaire shall be regarded as commitments which will become part of the **Environmental Contract** between the Holder and the Government of the Republic of Namibia, duly represented by the Ministry of Environment and Tourism (MET) and the Ministry of Mines and Energy (MME).
- 1.3 Once the Holder has completed this questionnaire MET and MME will either accept/reject/request further information regarding the environmental commitments made therein. MET and MME reserve the right to add further conditions.
- 1.4 Once agreed to by all parties concerned, the completed questionnaire shall form part of the **Environmental Contract**.
- 1.5 Please attach a map of the mining claim area and a copy of the application to register mining claims.

#### 2. Holder details

2.1 Name of Holder	M. Shikongo's Investments Group One (PTY) Ltd
2.2 Name of Mining Claim Holder (if different from 2.1)	
2.3 Telephone, Fax, Cell Phone and/or E-Mail	Tel: 061 228858 Fax: 061 246306 E-Mail: neberenz@acsec.com.na Cell:
2.4 Postal Address  Residential/Registered Address	PO Box 24305, Windhoek  No. 129, Hosea Kutako Drive Windhoek
2.5 Reference Number	NEPL No: 8467      Expiry: 04 March 2020
2.6 Registered Number(s)	
2.7 Location (Farm, District, Region) of mining claim(s)	Ruacana Omusati Region
2.8 Group(s) of Mineral(s) to be mined	Industrial Minerals

2.9 How many people will work on your mining claim, and where will they live?

Number of people	Where will they live?
fifteen (15)	Ruacana

### 3. Environmental commitments

#### 3.1 Pollution and Waste

3.1.1 What will you do with **normal litter** (e.g. Kitchen spoils, cans, bottles, paper, etc.)?  
All normal litter should be collected in waste receptacles (bins) on-site and finally disposed off at a designated site by Ruacana, Town Counsel.

3.1.2 What **industrial waste** will be generated and what will you do with it (e.g. old machinery, vehicles, building rubble, batteries, paint, thinners, vehicle oil, etc.)?  
Recycleable materials and reusables will be collected by dealers such as Rent a Drum.  
No used oil is expected since machinery will be serviced by contractor off-site.

3.1.3 Describe what type of **toilet facilities** will be provided.  
Dixy Toi Toi Toilets will be used and emptied by contractor when necessary.  
Waste will be disposed off at Ruacana Town Counsel ponds / sewer systems.

#### 3.2 Vehicle, earthmoving equipment, drilling and blasting

3.2.1 List the type and quantity of vehicles, earthmoving equipment, drilling equipment, and other machinery likely to be used on your mining claim (e.g. 2 x bakkies; 1 x bulldozer, etc.)

Vehicles:

Five (5) tipper trucks, one (1) bakkie

Earthmoving equipment:

Two (2) excavators

Two (2) front-end loaders

Drilling equipment:

None / Zero



Other equipment and/or machinery:

One (1) mobile crusher

- 3.2.2 Describe the environmental damage that is likely to result from the use of vehicles and machinery within the mining claim area (e.g. on the landscape in general, soil, vegetation, noise, dust, etc.).

Target sites within the claims have rock outcrops, hence no significant impacts on soil and vegetation are expected. Except on the access road or during construction of access roads where vegetation will be cleared. The area is dominated by mopane trees and permits will be obtained from Ministry of Agriculture Water and Forestry before cutting them.

- 3.2.3 How will you control the movement of vehicles and machinery in order to minimise environmental damage?

Vehicles and machinery will only be allowed on designated access roads. No driving outside existing roads will be tolerated. All drivers will be licensed and not allowed to work under the influence of alcohol or any other drugs.

- 3.2.4 Which routes will be used by vehicles to get to your mining claim and state whether you intend making new roads or tracks (both to your mining claim and within your mining claim)?

Vehicles will use existing roads and tracks which are also used by the community. We do not plan to construct any roads at this stage.

3.2.5 Will you do any blasting on your mining claim?

Yes:   X  

No:           

Unsure:           

3.2.6 If "yes" above, explain how you intend minimising environmental impacts, including the safety of humans, livestock and wildlife?

The target mining site(s) will be fenced off to protect humans, wildlife and livestock. Sirens will also be  
sounded before any blasting is done to alert community members. Blastings schedule notices will also  
be pinned up in places accessible to the public to make them aware of the blasting times / schedule.

### 3.3 Water

3.3.1 How much water do you intend using for various activities (e.g. human use, washing of equipment, washing sand/stones, dust control, gardens, etc.) and state how you intend saving water within each category of use.

Activity or category of use	Quantity of water needed per month (litres)	Water saving methods
Domestic / human consumption	15,000 litres/month	Attending to water leaks and re-use of water, whenever possible
Dust suppression during crushing	15,000 litres/month	Use of grey water from domestic affluent

3.3.2 Where will you get your water (e.g. river, own borehole, Water Affairs connection, etc.)?

Own bore hole will be drilled.

3.3.3 Explain how you will minimise or completely avoid polluting any water source, including underground water.

Toilet tank / sewerage tank fitted to the Dixi Toi Toi will be drained and waste deposited at Ruacana Town  
Counsel sewerage ponds. No machinery will be serviced on-site to avoid oil contamination.



### 3.4 Relations with neighbouring communities and/or the general public

3.4.1 Are there any people living in or near your mining claim?

Yes:   X   No:            Unsure:           

3.4.2 If "yes", explain where these people live and describe their economic activities.

A few people live at Omudhuwahuwanga village, some 5 km away from the claims. These are subsistence  
farmers, doing crops and livestock farming.

3.4.3 If "yes" in 3.4.1, explain what you will do to maintain a good relationship with such people.

Maintain good communication with the headman of the village.

3.4.4 Will the activities on your mining claim restrict the movement of other people in the area (e.g. the general public, tourists, farmers, local people, etc.)?

Yes:   X   No:            Unsure:           

3.4.5 If "yes" for 3.4.4, please explain why their movements or access will be restricted.

On the targeted mining sites for safety.

### 3.5 Protection of plants and wildlife

3.5.1 How will you ensure that your activities will not cause unnecessary damage to **plants and wildlife** in or near your mining claim) e.g. hunting, plant collecting, fishing, etc.)?

The site will be fenced off to keep wildlife out off the mining area.

No hunting and collection of plants/wood will be allowed.

Only trees on the mining targets will be cleared.

Any developments such as access will be routed through areas of minimum disturbance.

### 3.6 Historical, archaeological and cultural heritage (e.g. rock art, graves, monuments, fossils, sacred sites, historical buildings, etc.)

3.6.1 Are there any historical, archaeological or culturally important sites within your mining claim area?

Yes:            No:            Unsure:   X  

3.6.2 If "yes", please describe briefly.

If there is any, they will be investigated and a management plan put in place as part of the EIA.

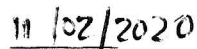
I hereby declare that the information provided in this questionnaire, is to the best of my knowledge, accurate and correct, and that I'm prepared to keep to the commitments stated therein.



Mining Claim Holder  
(Or Authorised Representative)



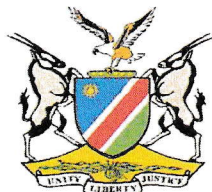
Place



Date







REPUBLIC OF NAMIBIA  
MINISTRY OF MINES AND ENERGY

HL 15.08.2019

Per Appl NLC } 2393  
2394  
2395  
2396

Rk 15.8.2019

APPLICATION FOR THE REGISTRATION OF MINING CLAIM(S) (COMPANY)	
Required in terms of Section 33 of the Minerals (Prospecting and Mining) Act, 1992 (Act 33 of 1992, hereinafter "the Act")	
<b>PLEASE NOTE THAT SECTION 25(1)(b) OF THE ACT PROVIDES THAT ONLY NAMIBIAN COMPANIES THAT ARE 100% OWNED BY NAMIBIAN CITIZENS MAY PEG MINING CLAIMS</b>	
Receipt No.: 5090157	Registered No.(s): 71427, 71428, 71429, 71430
Date entered in LANDFOLIO and by whom: 15.08.19	Comments by Drawing Office:

Full Name of Company: M Shikongo's Investments Group One (PTY) Ltd

Particulars of Incorporation:

Date of Incorporation: 27 August 2015

Company Registration No.: 2015/0758

Registered Address: 129 Hosea Kutako Drive, Windhoek

Postal Address: PO Box 24305, Windhoek

Tel No.: 061-22 8858

Fax No.: 061-246306

E-Mail: neberenz@acsec.com.na

Principal Place of Business in Namibia: Office 1 and 2, Diamond Square Building, 7 Ruhr Street, Northern Industrial Area, Windhoek

Postal Address: PO Box 2498, Walvis Bay

Tel No.: 081-129 7791

Fax No.: ---

E-Mail: shikongo@namlink.net

	Full Names of Director(s)	Nationality
1.	Josephine Tangi Ndilipo Mwanyangapo	Namibian
2.	Gerald Nahas Tegelela Nghama	Namibian
3.	Matty Shikongo	Namibian
4.	---	

Authorised share capital of company: N\$ 4000

Issued share capital of company: N\$ 4000

Particulars of shareholders who beneficially own more that 5% of issued share capital:

Full Name	Nationality	No. of shares held	% shares held
Josephine Tangi Ndilipo Mwanyangapo	Namibian	1200	30
Gerald Nahas Tegelela Nghama	Namibian	1200	30
Matty Shikongo	Namibian	1600	40

5

MC- (71427)

Application

Mining Claim (Claims)

Coordinates And Shape

Coordinates

Official Area:

17,6897 Ha

Coordinate system:

GCS Bessel 1841

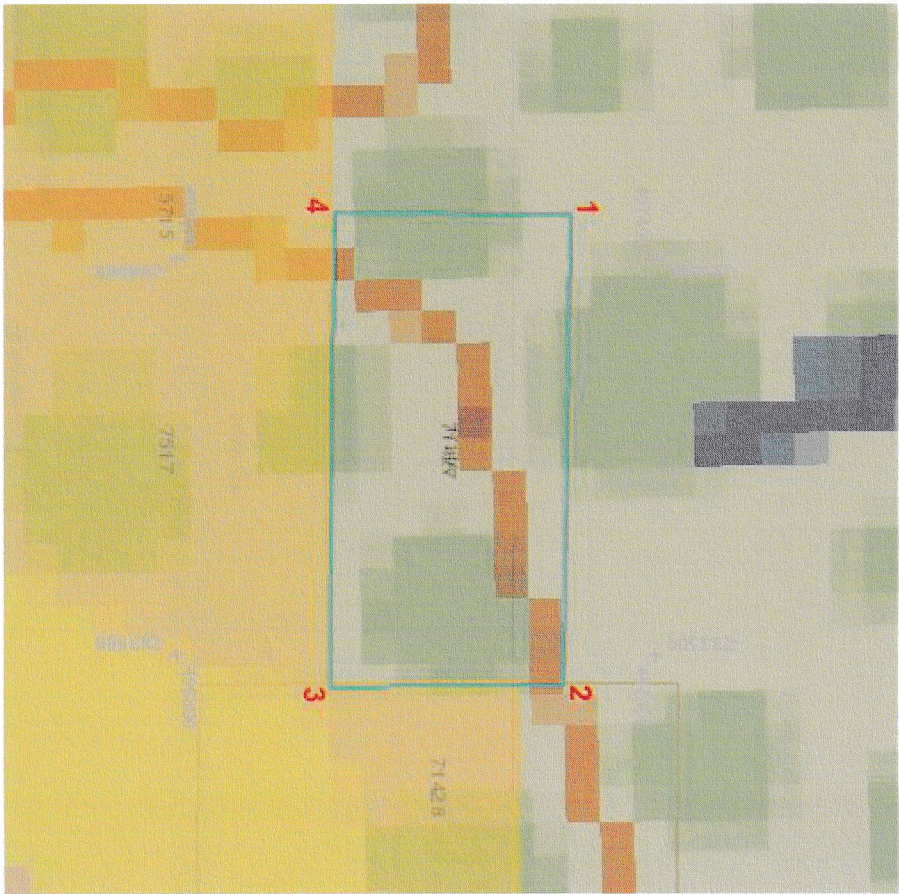
Latitude

Longitude

Part 1

1	17° 29' 11.84" S	014° 19' 50.26" E
2	17° 29' 12.49" S	014° 20' 10.40" E
3	17° 29' 22.07" S	014° 20' 10.30" E
4	17° 29' 21.57" S	014° 19' 50.03" E

License Shape





MC- (71428)

Mining Claim (Claims)

Application

Coordinates And Shape

Coordinates

Official Area:

18.1227 Ha

Coordinate system:

GCS Bessel 1841

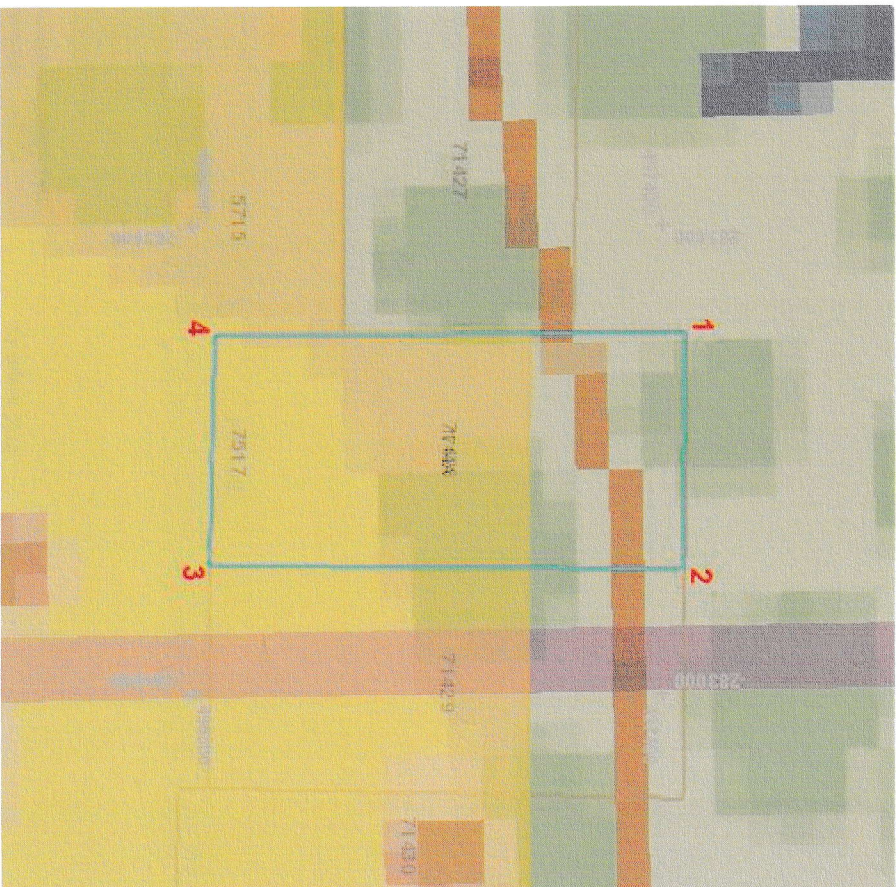
Latitude

Longitude

Part 1

1	17° 29' 07.85" S	014° 20' 10.41" E
2	17° 29' 08.05" S	014° 20' 20.69" E
3	17° 29' 27.77" S	014° 20' 20.19" E
4	17° 29' 27.39" S	014° 20' 10.11" E

License Shape





MC- (71429)

Application

Mining Claim (Claims)

Coordinates And Shape

Coordinates

Official Area:

17.7978 Ha

Coordinate system:

GCS Bessel 1841

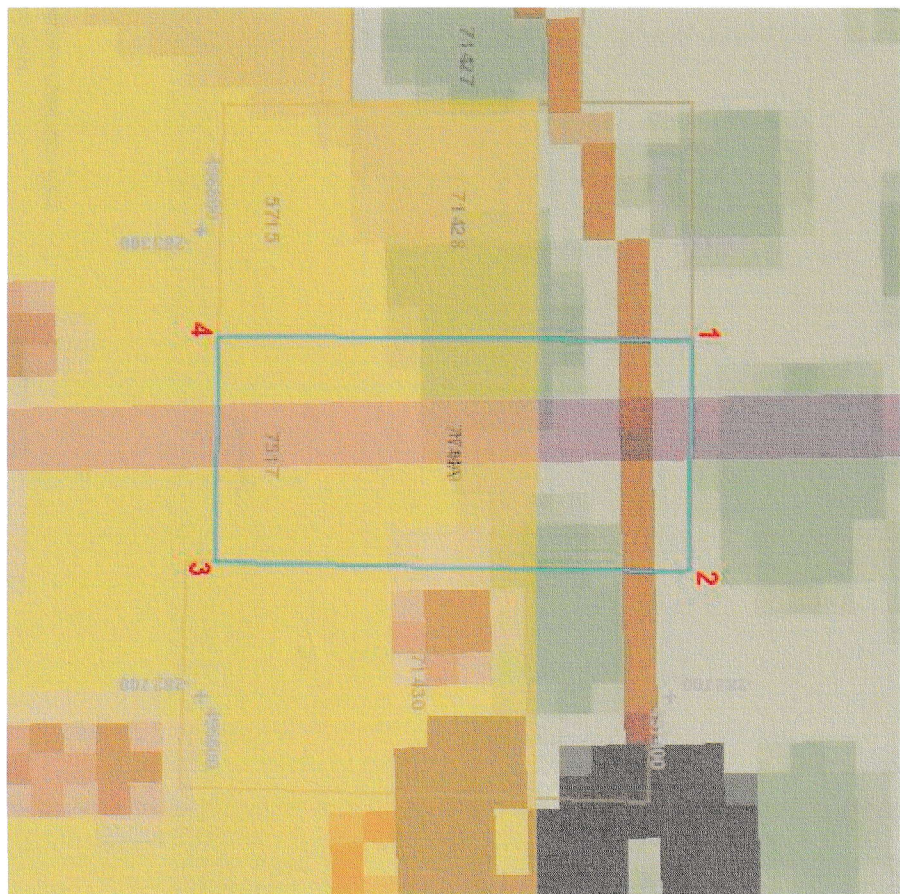
Latitude

Longitude

Part 1

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3	17° 29' 28.02" S	014° 20' 30.02" E
4	17° 29' 27.77" S	014° 20' 20.19" E

License Shape





## Application

**License Shape**

**License Shape**

17.8578 Ha

GCS Bessel 1841

Longitude

014° 20' 30.70" E

0140 20' 40.93" E

0140 20' 39.92" E

0140 20' 29.98" E

