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ENVIRONMENTAL
COMPLIANCE CONSULTANCY



ECC-88 -271-REP-03-D

ENVIRONMENTAL COMPLIANCE REPORT FOR EPL 5402

Votorantim Metals Namibia (Pty) Ltd



MARCH 2020

TITLE AND APPROVAL PAGE

Project Name:	Environmental Clearance Certificate Renewal- EPL 5402 Audit of Compliance
Project Number	ECC-88 -271-REP-03-D
Client Name:	Votorantim Metals Namibia (Pty) Ltd
Ministry Reference:	Environmental Clearance Certificate as Attached
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Please note at ECC we care about lessening our footprint on the environment; therefore, all documents are printed double sided.

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DEFINITIONS AND ABBREVIATIONS

ECC	Environmental Compliance Consultancy
EMA	Environmental Management Act
EMP	Environmental Management Plan
EPL	Exclusive Prospecting Licence
Ha	Hectares
IP	Induced Polarization
MET	Ministry of Environment and Tourism

1 INTRODUCTION

1.1 PURPOSE OF REPORT

The purpose of this report is to present the findings of an environmental compliance audit for the activities that have occurred on the Exclusive Prospecting Licence (EPL) 5402 over the reporting period. The reporting period is from August 2017 – August 2019. This report accompanies the renewal application for the environmental clearance certificate, submitted to the Ministry of Environment and Tourism (MET). The commitments contained in the Environmental Management Plan (EMP) approved in terms of the Environmental Management Act, No. 7 of 2007 have been used for the audit, which is included in chapter 3.

1.2 PROJECT INTRODUCTION

Votorantim Metal Namibia (Pty) Ltd holds the EPL 5402 and conducts exploration activities for base and rare metals, industrial minerals, and precious metals. In terms of the Environmental Management Act, No.7 of 2007 a renewal application for the project's environmental clearance certificate is required. As part of this application, an environmental compliance review of the works undertaken on-site and compliance with the revised EMP is to be submitted to the MET.

The EPL 5402 covers an area of approximately 36024 ha and is located approximately 40km northwest of Otavi in the Otjozondjupa Region (refer to FIGURE 1).

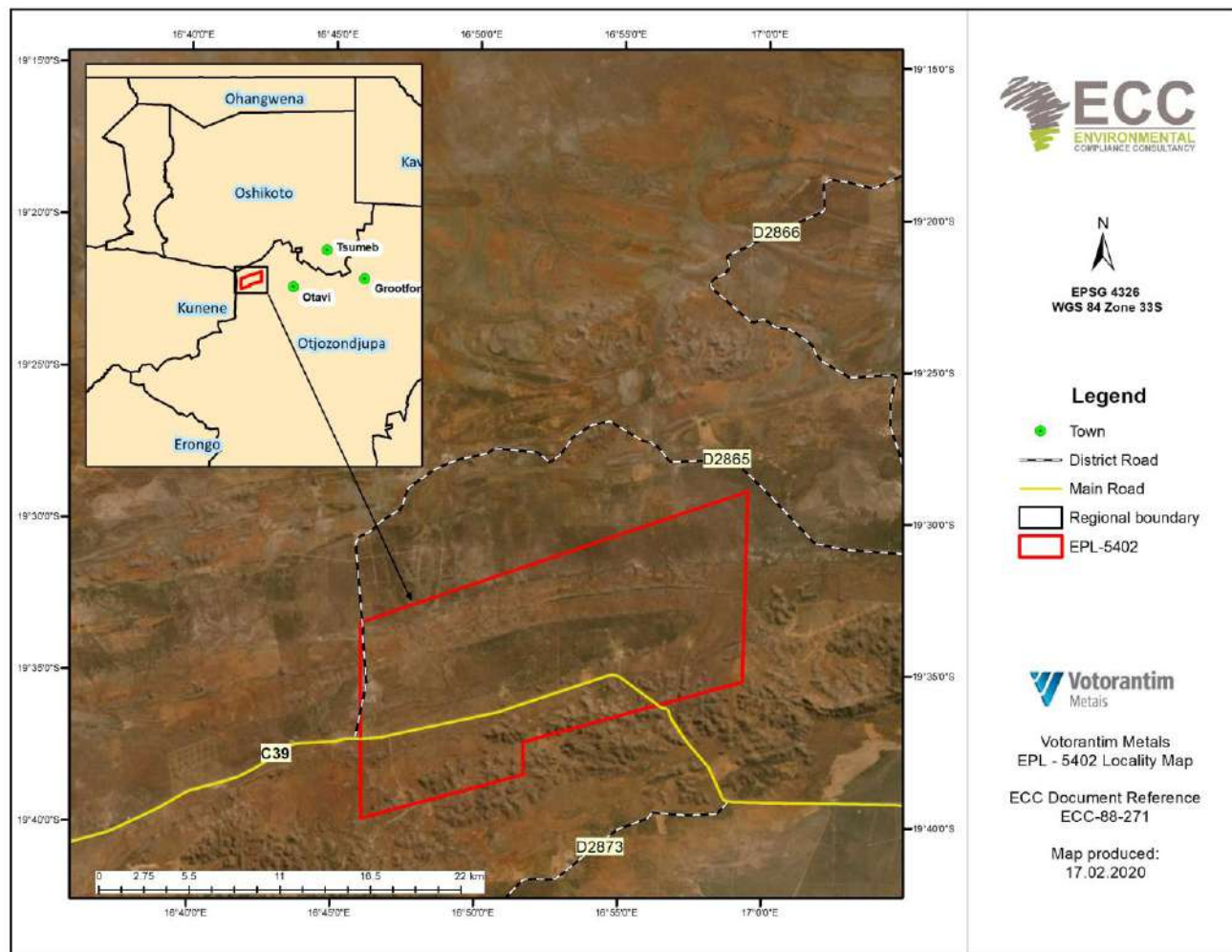


FIGURE 1 – A SATELLITE IMAGE INDICATING THE LOCATION OF EPL 5402

1.3 ENVIRONMENTAL CONSULTANCY

Environmental Compliance Consultancy (ECC), a Namibian consultancy registration number 2013/11401, has prepared this report on behalf of the proponent. ECC operates exclusively in the environmental, social, health and safety fields for clients in Namibia in the public and private sector. ECC is independent of the proponent and has no vested or financial interest in the project, except for fair remuneration for professional services rendered.

All compliance and regulatory comments or enquire regarding this assessment document should be forwarded by email or posted to the following address:

Environmental Compliance Consultancy

PO BOX 9193

Klein Windhoek, Namibia

Tel: +264 81 6697608

Email: info@eccenvironmental.com

1.4 THE PROPONENT OF THE PROPOSED PROJECT

Votorantim Metal Namibia (Pty) Ltd owns EPL 5402. Details of the proponent are provided TABLE 1.

TABLE 1 - PROPONENT DETAILS OF VOTORANTIM METALS NAMIBIA (PTY) LTD

CONTACT	POSTAL ADDRESS	EMAIL ADDRESS	TELEPHONE
Votorantim Metals Namibia (Pty) Ltd Ms Yvonne Natalie Hass (Manager)	P O Box 97957, Maerua, Windhoek Namibia	ext.yvonnenh@nexaresources.com	+264 61 221 016

2 BACKGROUND AND SITE OVERVIEW

This section provides a brief overview of the exploration activities on EPL 5402. Votorantim Metals Namibia (Pty) Ltd (herein referred to as the proponent) conducts exploration activities on the above-mentioned EPL. A number of activities have already taken place on the site including core drilling and geological sampling. The objective of the exploration programmes is to generate geological data and identify possible base and rare metals, industrial minerals and precious metals. To date, work completed on the EPL includes line cutting, geochemical and geophysical surveys and, drilling.

2.1 ACTIVITIES ON EPL 5402

During the reporting period August 2017 – August 2019 the following activities were conducted:

- Geological soil (sampling on foot)
- Geological mapping
- Core drilling
- Geophysical Induced Polarization (IP) and Natural Source Audio Magneto Telluric (NSAMT) surveys on three farms (Arbeidsgenot, Blyerus and Beatry's)
- It is estimated that approximately 5km existing farm tracks were cleared along fences
- Two field teams (total 4 to 6 staff) were deployed in the field and temporary staff (up to 13) were employed for IP survey
- Approximately 40km of narrow cut lines (width 0.5 to 1.0m) were cut in bush-encroached areas to allow access for the IP Survey
- Small holes drilled in the topsoil for the IP electrodes were rehabilitated in the target areas T-13 and T-14
- Furthermore, another 40 holes were made for the finite electrodes size (0.3m x 0.3m x 0.3m), and 15 holes were made for finite electrodes (size 0.5m x 0.5m x 0.5m) in the same area. All these holes were rehabilitated after the survey. See attached maps in Appendix B.

3 ENVIRONMENTAL COMPLIANCE AUDITS

3.1 ANNUAL COMPLIANCE AUDIT

Exploration work is carried out in compliance with the approved EMP granted in terms of the Environmental Management Act, No.7 of 2007, and the Minerals (Prospecting and Mining) Act, 1992. During the reporting period (2017-2019) several activities, including follow up groundwork (line cutting, geochemical and geophysical surveys) and drilling works were carried out on the exploration licence.

This audit was conducted through a series of desktop assessments, revision of relevant reports, and verification of owner documentation, photographs and all records made available to ECC.

3.2 DEMONSTRATION OF PROACTIVE AND BEST PRACTICE ENVIRONMENTAL MANAGEMENT

This section outlines proactive and good environmental management practices carried out by the proponent during the reporting period.

DRILLING REHABILITATION

The proponent ensured successful rehabilitation of all its sites at the end of each drilling programme, including:

- Access tracks that were opened manually (by-hand), to avoid the use of machinery that could remove the fertile soil cover and generate irregularities in the natural terrain. Priority was given to places with less vegetation, sparing the medium to large trees.
- The sites followed the standard requirements of the company, with the demarcation of boundaries by barricading tape, bunding (plastic protection) under the rig to avoid contamination of the soil by oils and greases (refer to Figure 3).



GOOD RELATIONSHIPS WITH LANDOWNERS

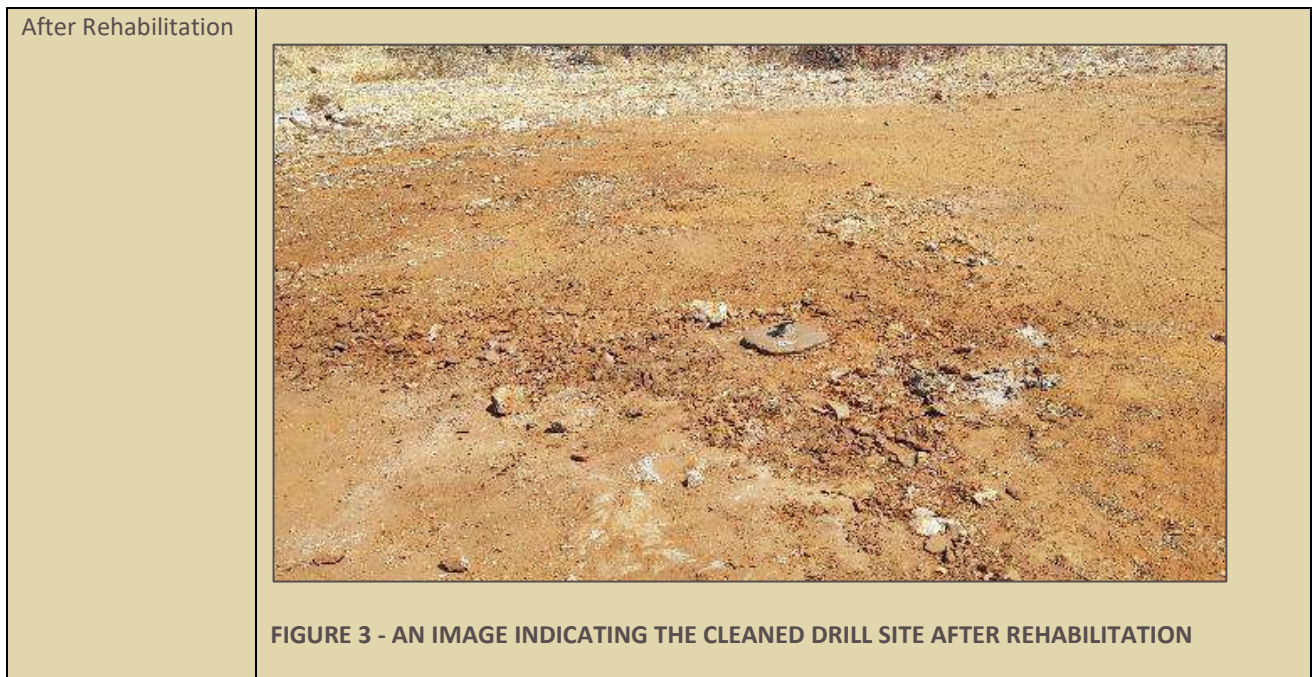
- All access tracks made (1.2km – 1.77km) were made with the consent of private landowners, in areas that were bush encroached for drilling access.
- Access tracks are maintained for future exploration activities and all farmers are aware of the recovery methods used.

Drill holes were rehabilitated, closed/capped and the site was cleaned.

Table 2 shows the rehabilitation progress across the site during the reporting period.

TABLE 2 - REHABILITAION PROGRESS ACROSS THE SITE

ACTIVITY	REHABILITATION PROGRESS
Drill sites before rehabilitation	 <p>FIGURE 2 - VEGETATION AND LANDSCAPE PRIOR TO DRILLING</p>
During Rehabilitation	 <p>FIGURE 3 – AN IMAGE INDICATING DRILL RIG OPERATION</p>





3.3 COMPLIANCE AUDIT FINDINGS

The section outlines the findings of the environmental audit completed for the project. It addresses obligations in terms of the key acts that govern the activities on the site, the commitments made in the EMP, and presents the findings and recommended corrective actions where applicable.

This audit was conducted through a series of desktop assessments, revision of relevant reports, and verification of owner documentation, photographs and all records made available to ECC.


TABLE 3 – EXPLORATION EMP AUDIT FOR EPL 5402

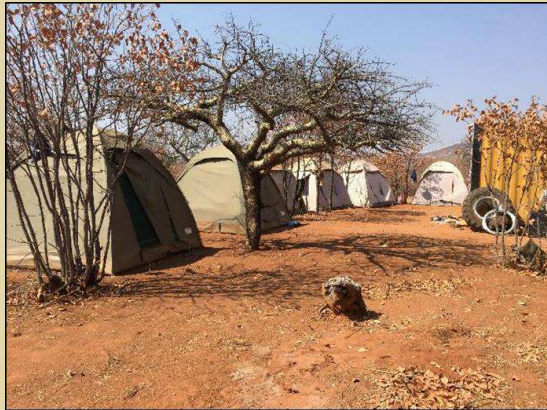
REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
Use of vehicles and equipment	<ul style="list-style-type: none"> Hygiene and Safety 	<ul style="list-style-type: none"> Amenities (e.g. portable toilets) shall be provided and set up in a suitable location (if required) (in accordance with the EMP, p.17) 	<ul style="list-style-type: none"> Implementation of the EMP 		Compliant	
	<ul style="list-style-type: none"> Emissions 	<ul style="list-style-type: none"> All vehicles and machinery/ equipment to be shut down or throttled back between periods of use (in accordance with the EMP, p.17) 	<ul style="list-style-type: none"> Implementation of the EMP 		Compliant	


REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
	<ul style="list-style-type: none"> The potential loss of oil and fuel causing ground contamination 	<ul style="list-style-type: none"> Refueling shall be undertaken in a designated area All stationary vehicles and machinery must have drip trays to collect leakages of lubricants and oil In the event of pollution, polluted soils must be collected and disposed of at an approved site Drill chemicals need to be approved to be non-hazardous and bio-degradable 	<ul style="list-style-type: none"> Implementation of the EMP 			
	<ul style="list-style-type: none"> Water contamination 	<ul style="list-style-type: none"> Water during drilling should be retained in a lined pond to prevent pollution A 'good housekeeping' policy shall be adopted across the construction and maintenance working area (in accordance with the EMP, p.17) 	<ul style="list-style-type: none"> Implementation of the EMP 	<ul style="list-style-type: none"> No evidence on non-compliance 	Compliant	
	<ul style="list-style-type: none"> Dust generation 	<ul style="list-style-type: none"> Use existing access roads and tracks where possible Apply dust suppression methods such as water spraying during drilling operations 	<ul style="list-style-type: none"> Implementation of the EMP 	<ul style="list-style-type: none"> No evidence on non-compliance 	Compliant	


REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
		<ul style="list-style-type: none"> Restricted speeds (<30km/h), and Specific activities that may generate dust and impact on residents shall be avoided during high wind events (in accordance with the EMP, p.17). 				
	<ul style="list-style-type: none"> Noise generation 	<ul style="list-style-type: none"> Noise shall be minimised as much as possible during the exploration works No hammering of drill rods with steel hammers in proximity to nearby farmhouses Drill equipment shall be suitably positioned to ensure that noisy equipment is away from human receptors Noise suppression measures shall be applied if drilling occurs in locations that may affect residents and during evening periods Residents shall be provided at least two weeks' notice of drilling operations within 1 km of their property, and Continual engagement with residents shall be 	<ul style="list-style-type: none"> Implementation of the EMP 	No evidence on non-compliance, no noise complaints have been recorded during the reporting period.	Compliant	

REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
		undertaken with the proponent (in accordance with the EMP, p.17)				
Vegetation clearance	<ul style="list-style-type: none"> Reduced soil quality Removal of vegetation, and Loss of flora and fauna, protected/important species. 	<ul style="list-style-type: none"> Use existing tracks where possible (in accordance with the EMP, p.18) Route new tracks around established and protected trees, and clumps of vegetation (in accordance with the EMP, p.18) Identify rare, endangered, threatened and protected species. Demarcate and avoid cutting down, and highlight to exploration workers so that they are avoided (in accordance with the EMP, p.18) 	<ul style="list-style-type: none"> Implementation of the EMP 	<ul style="list-style-type: none"> Access tracks were opened manually (by-hand) where possible, in order to avoid use of machinery that could remove the fertile soil cover and generate irregularities in the natural terrain. Priority was given to places with less vegetation (bush), sparing the medium to large trees 	Compliant	
Fuel handling and storage	<ul style="list-style-type: none"> Loss of containment leading to ground or groundwater contamination 	<p>Safe Delivery and handling:</p> <ul style="list-style-type: none"> Training employees and toolbox talks Good housekeeping across the site Fuel is handled with care Spill kits to be available for use during refueling, fuel delivery or use. Absorption material should be available. Where 	<ul style="list-style-type: none"> Implementation of the EMP 	<ul style="list-style-type: none"> The sites followed the standard requirements of the company, with, bunding (plastic protection) under the rig to avoid contamination of the soil by oils and greases 	Compliant	

REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
		<p>sawdust is used it should be cleaned up immediately and not left for long periods</p> <ul style="list-style-type: none"> Any spill is to be reported to the Exploration Manager once containment has been achieved. Plant and equipment to be well maintained and serviced regularly, and In the field, the use of hydrocarbons under 200 liters can be used for mobile refueling or servicing. Fuel spills of greater than 200lts are to be reported to the MME in terms of the Petroleum Products and Energy Act, 1990 (in accordance with the EMP, p.19). <p>Storage:</p> <ul style="list-style-type: none"> All tanks to be stored on a non-porous floor and bunded area Bund to be capable of storing at least 110% of the volume of the tank All containers to be suitable for use and not damaged 				

REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
		<ul style="list-style-type: none"> Tanks are always locked, and Spill kits available at in suitable locations (in accordance with the EMP, p.19-20) <p>Refueling</p> <ul style="list-style-type: none"> Drip trays to be used during refueling of vehicles and on a permeable flat surface where possible, and Funnels should be available and used to avoid spillage during decanting (in accordance with the EMP, p.20) 				
General Waste	<ul style="list-style-type: none"> Nuisances (odors and visual) Land use, and Litter (nuisance and ecological risk) 	<ul style="list-style-type: none"> Good housekeeping across site (in accordance with the EMP, p.20) All working areas shall apply good housekeeping Implement the waste management hierarchy across site: Avoid, reuse, recycle, then disposal through burning or landfill (in accordance with the EMP, p.20) Waste shall be collected and shall be removed on a 	<ul style="list-style-type: none"> Implementation of the EMP 		Compliant	

REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
		<ul style="list-style-type: none"> regular basis to avoid pests and bad odours, and It is unlikely that hazardous material and wastes will be produced, however in the event that they do, they shall be managed in a safe and responsible manner to prevent contamination of soils, pollution of water and/or harm to people or animals as a result of the use of these materials. Hazardous and non-hazardous waste shall always be stored separately (in accordance with the EMP, p.20). 				
General exploration activities	<ul style="list-style-type: none"> Loss of access or access affected to the farm and farm areas, and Farm operations 	<ul style="list-style-type: none"> Access to farms and all farm areas shall always be made available, and Water holes and feeding areas to remain unaffected (in accordance with the EMP, p.19). 	<ul style="list-style-type: none"> Implementation of the EMP 	<ul style="list-style-type: none"> All access tracks were made with the consent of private landowners 	Compliant	

REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
						
Resource use	– Inefficient use of water	– Use water effectively and efficiently (in accordance with the EMP, p.20).	– Implementation of the EMP	– Water was used sparingly mostly for human consumption, toilet, drilling and other uses.	Compliant	
Job creation	Employment creation and skills development opportunities during the exploration phase.	– Maximise local employment and local business opportunities (in accordance with the EMP, p.20) – Enhance the use of local labour and local skills as far as reasonably possible (in accordance with the EMP, p.20) – Ensure that goods and services are sourced from	– Implementation of the EMP	– Field teams, temporary staff and contract workers were employed during the reporting period	Compliant	

REFERENCE	ASPECT AND IMPACT	MITIGATION ACTIONS AND MANAGEMENT COMMITMENTS	MONITORING	FINDINGS/ OBSERVATIONS	COMPLIANCE	RECOMMENDED ACTIONS
		the local and regional economy as far as reasonably possible (in accordance with the EMP, p.20)				

3.4 CHANGES CONTAINED IN THIS RENEWAL APPLICATION

Votorantim has updated and standardized its EMP. The EMP attached to this application supersedes prior EMP's and its now followed on site.

4 CONCLUSION AND RECOMMENDATIONS

Exploration work is carried out in compliance with the relevant requirements of the Minerals (Prospecting and Mining) Act, 1992. Up until now, no significant impacts resulting from the current activities have been identified and management and mitigation measures are in place for potential risks.

It is recommended that the proponent continues to adhere to all environmental legislation and company standards to ensure that the best practical environmental protection continues as exploration activities progress.

On this basis, Environmental Compliance Consultancy is of the professional opinion that the proponent has been able to demonstrate compliance to the approved EMP and that the renewal for environmental clearance certificate should be granted to the proponent for the activities at the EPL 5402.

4.1 NEXT STEPS

The proponent has a development plan to continue with the exploration activities on EPL 5402 over the next period.

The proponent will continue to carry out the following activities:

- Geological Mapping - Review of geological maps of the area and updating where relevant, should any further information be obtained.
- Geophysics - The collection of information of the substrata, by air and ground, through sensors such as radar, magnetic and electromagnetic to detect any mineralisation in the area.
- Sampling - Samples of soil and rock will be collected and sent for geochemical trace element analysis to determine if sufficient quantities of a base or precious metal or industrial mineral are present. These analyses are conducted by analytical chemistry laboratories.
- Drilling - Holes will be drilled, and drill samples collected for analysis of major and trace elements.

APPENDIX A: DRILL HOLES ON EPL 5402 DURING JUL-DEC REPORTING PERIOD

EPL 5402

List of Core (Diamond) Drill-holes drilled between April and June 2019:

Hole-ID	Position	E*	N*	Elev.**	Azim.	Incl.	E.O.H.***	Line
NAOTVDD0065	T13_01	688612	7830527	1415m	346.5°	-60°	386.52m	L1000E
NAOTVDD0066		688594	7830599	1416m	346.5°	-60°	236.49m	L1000E
NAOTVDD0067	T13_02	688229	7830422	1418m	346.5°	-60°	341.47m	L600E
NAOTVDD0068	T13_03	687858	7830252	1418m	346.5°	-60°	317.42m	L200E

* UTM WGS84

** above mean sea level

*** End-of-hole (drilled depth)

EPL 5402 - Drill-hole list - 2018

Drill-hole No.	X	Y	Z	Incl.	Azim.	Depth (m)
NAOTVDD0036	702942	7836977	1374	-55	180	308.19
NAOTVDD0037	689274	7830783	1430	-68	346.5	350.78
NAOTVDD0038	689370	7830810	1430	-60	346.5	317.68
NAOTVDD0039	689560	7830875	1430	-58	346.5	350.00
NAOTVDD0040	689371	7830805	1430	-71	346.5	338.68
NAOTVDD0041	689103	7830610	1430	-66	346.5	611.68
NAOTVDD0044	689188	7830709	1430	0	346.5	401.00
NAOTVDD0046	689208	7830630	1430	-68	346.5	614.68
NAOTVDD0047	702742	7836698	1380	-55	180	140.15
NAOTVDD0048	703142	7836700	1383	-55	180	116.17
NAOTVDD0049	702542	7836682	1384	-55	180	164.17
NAOTVDD0050	702542	7836846	1380	-55	180	260.17
NAOTVDD0051	689286	7830732	1428	-68	346.5	413.88
NAOTVDD0052	702344	7836568	1380	-55	180	116.19
NAOTVDD0053	688798	7830622	1427	-72	346.5	308.00
NAOTVDD0054	702143	7836600	1380	-55	180	179.34
NAOTVDD0055	703542	7836729	1391	-55	180	125.37
NAOTVDD0056	704140	7836829	1380	-55	180	200.40
NAOTVDD0058	688896	7830963	1430	-60	346.5	300.00
NAOTVDD0059	704484	7836830	1380	-55	180	179.25
NAOTVDD0060	688853	7831139	1430	-60	346.5	251.78
NAOTVDD0063	688811	7831314	1430	-60	346.5	311.78
NAOTVDD0064	688789	7831412	1430	-60	346.5	190.00

Attachment to Bi-annual Report for EPL 5402 - 01 January to 30 June 2018

List of Water Borehole and Core Drillholes (drilled between 01 January and 30 June 2018)

Drill-hole type	Target	Line	Drillhole	X	Y	Z	Incl	Azim	Depth (m)	Comments
Core (diamond)	T-13	L1500E	DD-035	689089	7830670	1430	-66	346.5	578.00	E.O.H
Core (diamond)	T-13	L1700E	DD-037	689274	7830784	1419	-68	346.5	350.78	E.O.H
Core (diamond)	T-13	L1800E	DD-038	689369	7830809	1419	-60	346.5	317.68	E.O.H
Core (diamond)	T-14	L200W	DD-036	702942	7836977	1374	-55	180	66.90	current
Rotary Air-blast	Water	L1580E	RAB-001	689130	7830798	1327	-90	n/a	66.0	E.O.H.; water intersected at 3 depth intervals from 37m to 66m; total yield 30cubm

Attachment to Bi-annual Report for EPL 5402 - 01 January to 30 June 2018

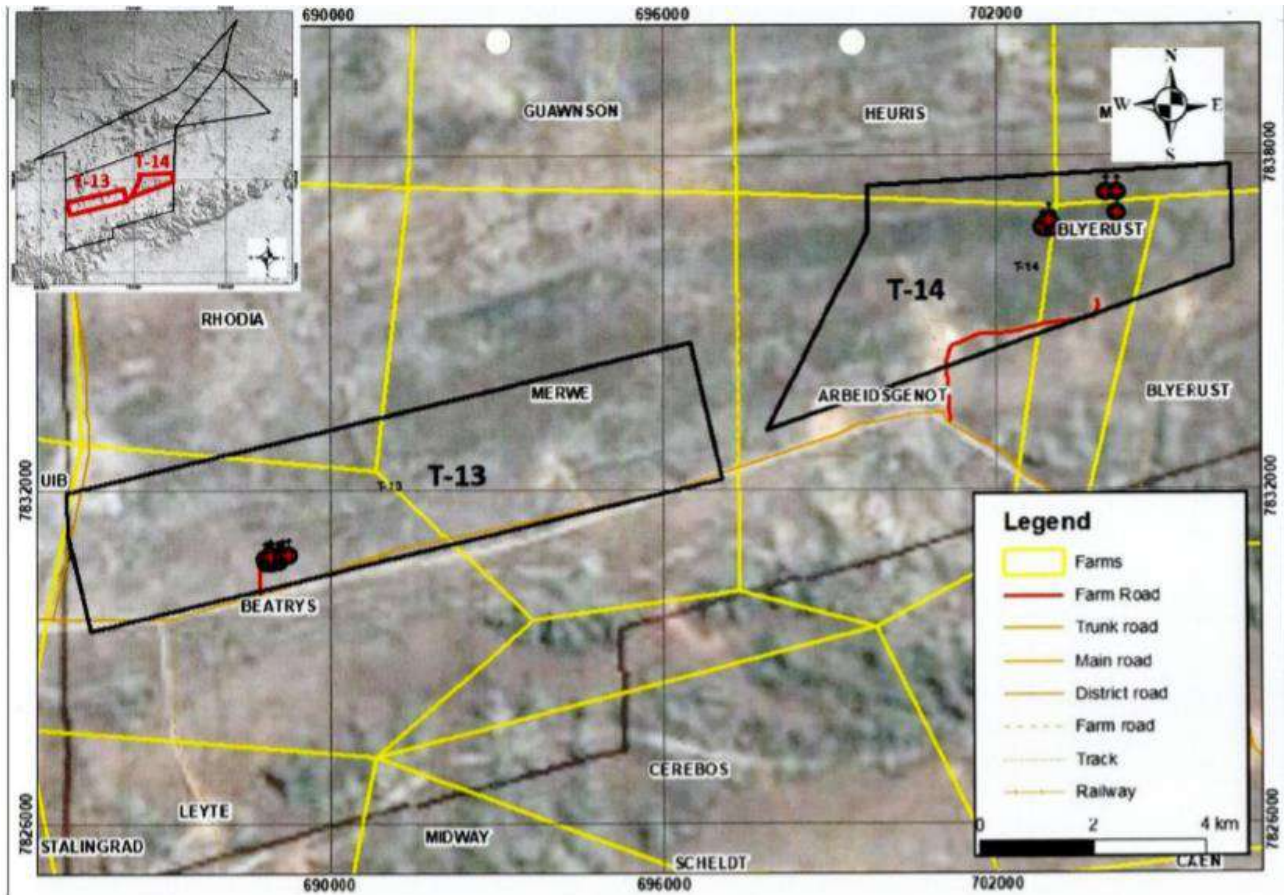
Details of water borehole drilled at T-13

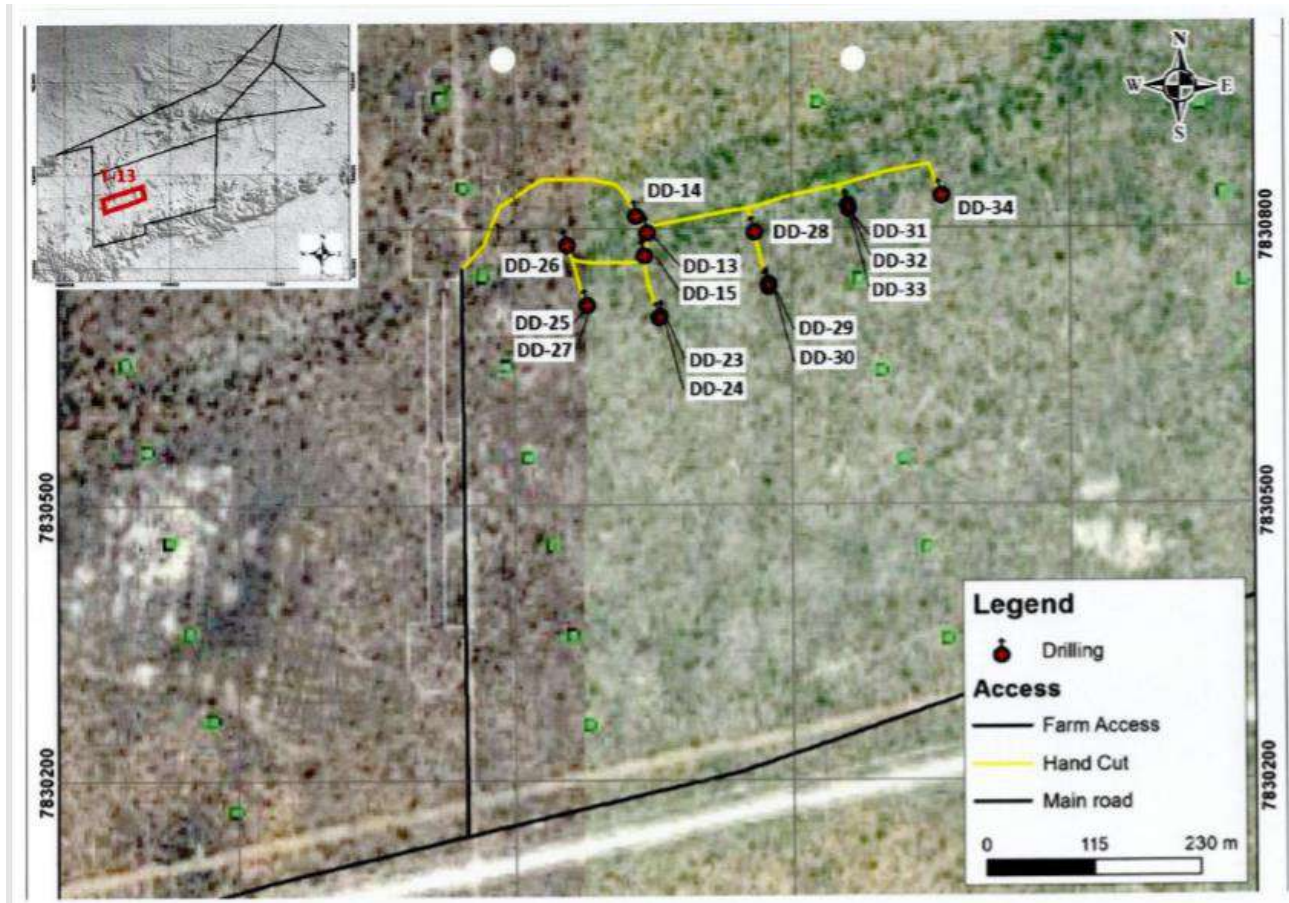
(WGS84 UTM Zone 33K, coordinates 689130E /7830798N /1347m a.m.s.l.)

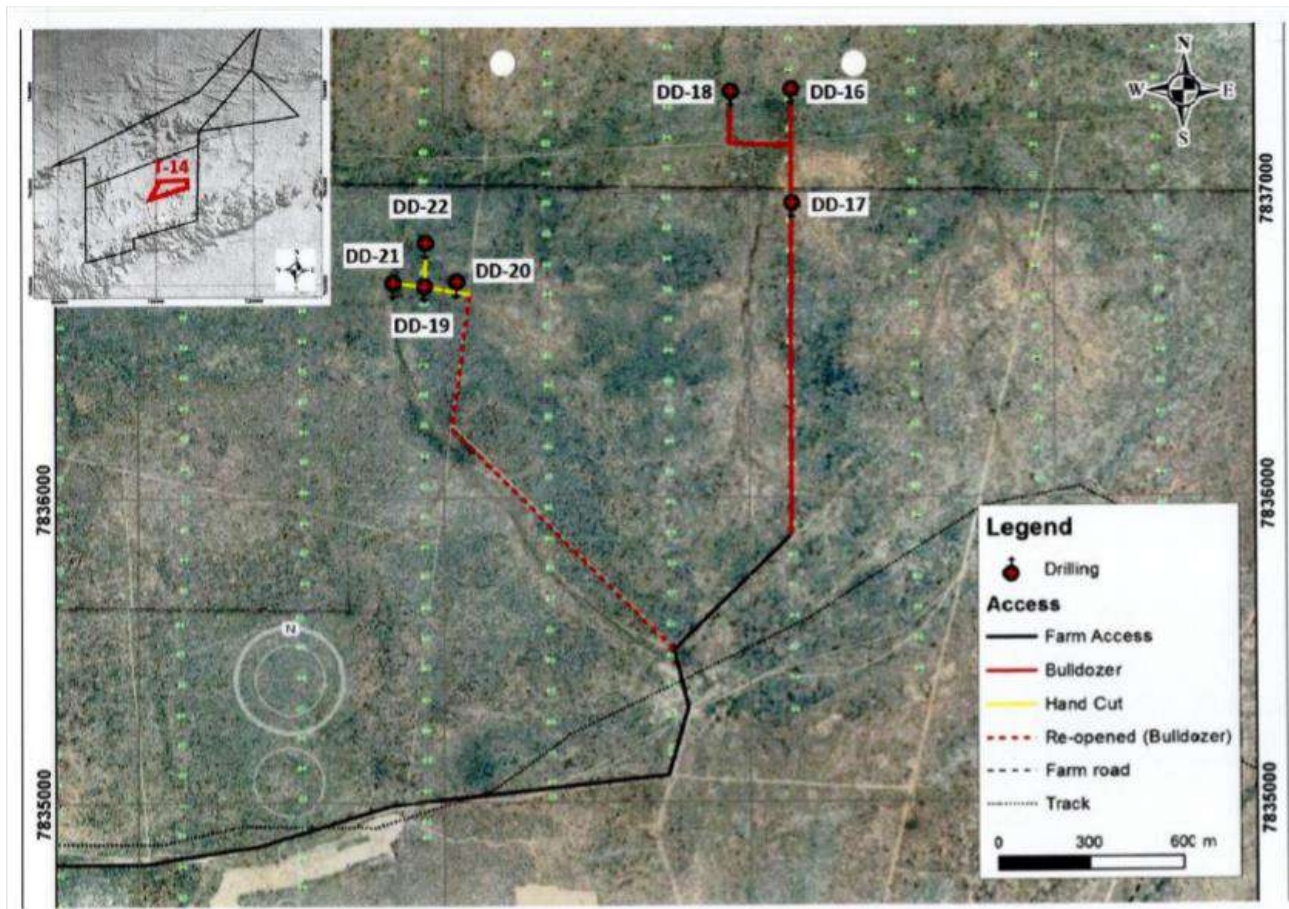
Depth (m below surface)	Cumulative water yield (approximate)	From (m)	To (m)	Lithologies intersected
21m	4 cubm	0	37	Light-blue massive dolostone
30m	12 cubm	37	45	Dark-grey finely laminated dolostone
45m	20 cubm	45	47	Red shale
66m (E.O.H.)	30 cubm	47	66	Red shale & dark-grey dolostone with graphite

3m of metal casing was inserted into the 6.5" wide hole at the top to stabilize the borehole

APPENDIX B: TARGET AREAS T-13 AND T-14







APPENDIX C: ENVIRONMENTAL CLEARANCE CERTIFICATE


REPUBLIC OF NAMIBIA

MINISTRY OF ENVIRONMENT AND TOURISM

Tel: (00 26461) 284 2111
Fax: (00 26461) 229 936

Cnr Robert Mugabe &
Dr Kenneth Kaunda Street
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Windhoek
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Enquiries: Mr. Josefai K. Hwana
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9 August 2017

OFFICE OF THE ENVIRONMENTAL COMMISSIONER

The Managing Director
Votorantim Metals Namibia (Pty) Ltd
P. O. Box 97957
Maerua Park
Windhoek
Namibia

Dear Sir/Madam

SUBJECT: ENVIRONMENTAL CLEARANCE CERTIFICATE FOR THE EXCLUSIVE PROSPECTING LICENCE (EPL) 5402, 5399 AND 5482 SITUATED 40KM NORTHWEST OF OTAVI, OTJOZONDJUPA REGION

The Environmental Management Plan submitted is sufficient as it made provisions of the environmental management concerning the proposed activities. From this perspective, regular environmental monitoring and evaluations on environmental performance should be conducted. Targets for improvements should be established and monitored throughout this process.

This Ministry reserves the right to attach further legislative and regulatory conditions during the operational phase of the project.

On the basis of the above, this letter serves as an environmental clearance certificate for the project to continue. However, this clearance letter does not in any way hold the Ministry of Environment and Tourism accountable for any misleading information, nor any adverse effects that may arise from this project's activities. Instead, full accountability rests with Votorantim Metals Namibia (PTY) Ltd.

This environmental clearance is valid for a period of 3 (three) years, from the date of issue unless withdrawn by this office.

Yours sincerely,


Teofilus Nghitila
ENVIRONMENTAL COMMISSIONER


"Stop the poaching of our rhinos"

ENVIRONMENTAL REPORT (ER)

(Prospecting Companies)

INSTRUCTIONS:

1. An Environmental Report shall be submitted to the Ministry of Environment and Tourism (MET) biannually. Jan to Jun and Jun to December. Please indicate:

01 January to 30 June 2017

2. This form shall be the minimum reporting format. Prospecting Companies are expected to attach a map of their prospecting area to this report. Prospecting Companies are welcome to attach any other information they like, such as copies of new agreements, letters of explanation, aerial photographs, or anything else of interest.
3. The map shall be used to indicate the following:
 - * areas where prospecting has taken place,
 - * roads or tracks made and/or used,
 - * houses and other infrastructure erected,
 - * excavations or other scars which have been rehabilitated,
 - * conflict areas, etc....
4. It is recommended (but not compulsory) that Prospecting Companies attach photographs to their report, which visually illustrate the activities described in their report.
5. Failure to submit an Environmental Report shall constitute a breach of the Environmental Contract, which could result in steps taken against the Prospecting Company.
6. All information contained in the Environmental Report shall be treated as confidential.
7. The Prospecting Company shall ensure that all the information recorded in the Environmental Report is, to their best knowledge, accurate and correct.

Completed Environmental Reports should be sent to :

**The Permanent Secretary
Ministry of Environment and Tourism
Private Bag 13306
Windhoek**

For Attention: Saima S. Angola



A. COMPANY DETAILS AND REPORTING PERIOD :

Name of Company: Votorantim Metals Namibia (Pty) Ltd

Address of Company: 9B South Port Office Park, Hosea Kutako Avenue, P O Box 97957, Maerua Park, Windhoek, Namibia

Tel: 061-221016

Fax number: 061-231083

E-mail: efreyer@iway.na

Name of person compiling report: E E Freyer

Reference number(s) of prospecting area / block / license: EPL 5402

Geographical location of area / block / license: Grootfontein District, Otjozondjupa Region

This report is for the period of : (tick the relevant box and fill in the year)

☒ January - June 2017☐ July - December 20□□

Other (please specify)

B. POLLUTION AND WASTE

Has all domestic refuse (eg. Household waste, bottles, tins, paper, plastic, etc) been removed from the prospecting area ?

yes ☒ no ☐

If "yes" above, specify the site where such refuse has been deposited : Otavi municipal waste dump

How often is refuse removed to the site mentioned above ? : every week ☐
every two weeks ☐
every three weeks ☐
once a month ☐
at irregular intervals ☒

If refuse has not been removed, where has it been dumped ? Otavi municipal waste dump

As far as litter is concerned, would you describe your prospecting area as :

Very clean ☒Reasonably clean ☐Filthy ☐

If your prospecting area is littered with refuse, please indicate how you intend cleaning it up:

Refuse and litter found in the areas that we work in is collected and removed to municipal waste-dump

Are toilets provided for all staff employed by the prospecting company :

yes ☒no ☐

If "yes" above, are they :

Flush toilets ☒Chemical Toilets ☐Pit Latrines ☐Other ☐

If chemical toilets are used, how are old chemicals disposed of :

Deposited in evaporation ponds ☐Deposited in a municipal refuse dump ☐Buried on site ☐Other (specify) ☐

C. VEHICLES AND EARTHMOVING EQUIPMENT

Indicate the types and number of vehicles and earthmoving equipment used on site during the reporting period (tick box in front of the category of vehicles used and then fill in the next boxes to indicate numbers)

<input checked="" type="checkbox"/> Pick-up trucks ("bakkies"), either 2x4 or 4x4	How many in use	up to 3
<input type="checkbox"/> Lorries / trucks between 5 - 10 ton capacity	How many in use	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Lorries / trucks larger than 10 ton capacity	How many in use	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Bulldozer of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Road Grader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Front-end loader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Drilling machine of any type	How many in use	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Other (specify)	How many in use	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>

D. ROADS AND TRACKS (In addition to ticking the following boxes, please draw roads/tracks made on an accompanying map in blue ink. Roads which have been rehabilitated (i.e. restored to their natural state) can be scratched out in red pen.

Have new roads or tracks been made during the reporting period ? yes ☐ no ☒

If "yes" above how long are these (in kilometres) ? yes ☐ no ☐

If "yes" above are these still in use ? yes ☐ no ☐

If "no" above have any of these roads or tracks been rehabilitated ? yes ☐ no ☒

If "yes" above, how have you done such rehabilitation ? : Ripping ☐ Raking ☐ Sweeping ☐
☐ Other (specify): left to rehabilitate naturally

If road / track rehabilitation has taken place, how many kilometres of roads or tracks have been rehabilitated ? n/a

E. TRENCHES OR PITS: If new trenches or pits were made in the site / area during the reporting period, please indicate these by ticking the appropriate boxes AND by means of illustrating them on the same map described above. New pits or trenches made, should be numbered and drawn as a CIRCLE in blue ink, while pits or trenches which were rehabilitated during the reporting period should be scratched out in RED ink.

Have new trenches or pits been excavated in your area during the reporting period ? yes ☒ no ☐

If "yes" above, what are their approximate sizes or dimensions ? (in metres)

1. Pit type No.1 (acquisition electrode): 788 holes at dimensions 0.2m length x 0.2m width x 0.2m depth
 2. Pit type No.2 (finite electrode): 40 holes at dimensions 0.3m length x 0.3m width x 0.3m depth
 3. Pit type No.3 (infinite electrode): 15 holes at dimensions 0.5m length x 0.5m width x 0.5m depth
 4. Trench / pit No.4 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
- The above holes were made for geophysical IP & NSAMT surveys; all holes were closed after the survey.

Were any holes/trenches rehabilitated during this period of reporting ? yes ☒ (show on map) no ☐

F. INFRASTRUCTURAL DEVELOPMENT

Infrastructural Developments means any offices, houses, sheds, cement slabs, or other buildings or foundations for buildings. It also includes storage tanks (for water, fuel or other substances), temporary housing such as mobile homes & caravans, prefab units and tented camps. Please report on new construction or additions to buildings you reported on, in your previous Environmental Report.

Was any NEW infrastructure established during this period ?			yes <input type="checkbox"/>	no <input checked="" type="checkbox"/>
If "yes" above, is this infrastructure:			Permanent <input type="checkbox"/>	Temporary <input type="checkbox"/>
			A combination <input type="checkbox"/>	
Describe infrastructure by ticking boxes:			Offices <input type="checkbox"/>	Housing <input type="checkbox"/>
			Prefab structure <input type="checkbox"/>	Garages <input type="checkbox"/>
			Cement slabs <input type="checkbox"/>	Foundations <input type="checkbox"/>
			Sheds <input type="checkbox"/>	Storage tanks <input type="checkbox"/>
			Other <input type="checkbox"/>	
If "other", please specify: Staff is accommodated in a guest house in Otavi				

G. BOREHOLES, SAMPLE HOLES OR OTHER DRILLING

This category includes holes drilled for water, for taking mineral or other samples, for setting explosives, for testing mineral quality, or any other purpose.

Were any holes drilled during this period ?			yes <input type="checkbox"/>	no <input checked="" type="checkbox"/>
If "yes", for which purpose were they drilled ?			Water <input type="checkbox"/>	depth <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
			Quantity <input type="checkbox"/> <input type="checkbox"/>	
			Sampling <input type="checkbox"/>	depth up to <input type="checkbox"/> m
			Quantity <input type="checkbox"/> <input type="checkbox"/>	
			Explosives <input type="checkbox"/>	depth <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
			Quantity <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	
Other <input type="checkbox"/> (specify)			total meterage: <input type="checkbox"/> m	quantity:
List of borehole numbers and depths: n/a				

H. WATER

Your estimated monthly water consumption during this period was: 5 cubm

Water was obtained from : River ☐ Borehole ☒ Dam ☐ Water Affairs ☐ Other ☐

Please estimate the percentage of water used for the following activities during this period:		
Human consumption	85	%
Toilets	10	%
Prospecting activities	<input type="checkbox"/> <input type="checkbox"/>	%
Washing vehicles & equipment	5	%
Dust control	<input type="checkbox"/> <input type="checkbox"/>	%
Building activities	<input type="checkbox"/> <input type="checkbox"/>	%
Gardens	<input type="checkbox"/> <input type="checkbox"/>	%
Recreation	<input type="checkbox"/> <input type="checkbox"/>	%
Other (Drilling)	<input type="checkbox"/> <input type="checkbox"/>	%

Were there any accidents which caused a loss of water ? yes ☐ no ☒

If "yes", please give details

.....

.....

I. PROTECTION OF FAUNA AND FLORA

Please answer the following questions by ticking the appropriate boxes :

Question :	Yes	No	Unsure
Were any mammals, birds, reptiles or fish killed or wounded (purposefully or accidentally) in the prospecting site or area ?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Were any plants (excluding grasses) picked, damaged or removed ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Was there any wood collecting in the area ?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

J. RELATIONS WITH NEIGHBOURS, OFFICIALS AND/OR THE GENERAL PUBLIC

Were there any conflicts with neighbours, land-owners, Government Officials or the public during this period ? Yes ☐ No ☒

If "yes" above, what was the nature of these conflicts ? (tick boxes to provide answers)

People entered the prospecting area without permission or prior arrangement	<input type="checkbox"/>
Complaints about reduced access to water or other resources	<input type="checkbox"/>
Complaints about danger posed to livestock or wildlife	<input type="checkbox"/>
Allegations about stock-theft or poaching	<input type="checkbox"/>
Complaints about vehicle or equipment movement on access roads / tracks	<input type="checkbox"/>
Complaints about litter or other types of pollution (eg. noise, dust, etc.)	<input type="checkbox"/>
Complaints about the activities / actions of company staff	<input checked="" type="checkbox"/>
Allegations that the Company was not adhering to contracts / agreements	<input type="checkbox"/>
Allegations that the Company damaged property or installations	<input type="checkbox"/>
Allegations that gates were left open or unlocked	<input type="checkbox"/>
Other (specify).....	<input type="checkbox"/>

If conflicts arose, indicate how these were resolved ? (tick boxes)

Verbal agreement after discussions.....	<input checked="" type="checkbox"/>
Written agreement by special contract.....	<input type="checkbox"/>
Instructions to company staff to avoid conflicts.....	<input type="checkbox"/>
Company rectified its mistakes and undertook to avoid future wrong-doing....	<input type="checkbox"/>
Court action or other third party arbitration.....	<input type="checkbox"/>
Other (specify)	<input type="checkbox"/>
The conflicts remain unsolved.....	<input type="checkbox"/>

Any other comments or information :

See next page for more space for "additional comments"

Additional comments continued

Exploration activities included geochemical (soil) sampling on foot, geological mapping and geophysical IP and NSAMT surveys on three farms (Arbeidsgenot, Blyerus & Beatrys).

About 5km existing farm tracks were cleared (from sekelbos / dichrostachys invasion along fences and tracks)

Two field teams (total 4 to 6 staff) were deployed in the field. Temporary employment (up to 13 staff) was used for clearing bush in bush-encroached areas. Contract employment (14 staff) was used for the IP survey.

Some 40 km of narrow cutlines (width 0.5 to 1.0m) were cut in bush-encroached areas to allow access for the IP (induced polarization) survey.

Some 788 small holes made in the topsoil for IP electrodes were rehabilitated in the target areas T-13 and T-14. Another 40 holes were made for the finite electrode (size 0.3x0.3x0.3m), and 15 holes were made for the infinite electrode (size 0.5x0.5x0.5m) in the same areas. All these holes were closed after the survey.

This image shows a single sheet of white paper with horizontal ruling lines. The lines are evenly spaced and run across the width of the page. There are no margins or other markings visible.

I declare that the information provided in this Environmental Report is, to the best of my knowledge, accurate and correct.

E. E. Frey

Votorantim Metals Namibia (Pty) Ltd

Ministry of Environment and Tourism

6

Environmental Report for Prospecting Companies

03/04/2018

Date _____

ENVIRONMENTAL REPORT (ER)

(Prospecting Companies)

INSTRUCTIONS:

1. An Environmental Report shall be submitted to the Ministry of Environment and Tourism (MET) biannually. Jan to Jun and Jun to December. Please indicate:

01 July to 31 December 2017

2. This form shall be the minimum reporting format. Prospecting Companies are expected to attach a map of their prospecting area to this report. Prospecting Companies are welcome to attach any other information they like, such as copies of new agreements, letters of explanation, aerial photographs, or anything else of interest.
3. The map shall be used to indicate the following:
 - * areas where prospecting has taken place,
 - * roads or tracks made and/or used,
 - * houses and other infrastructure erected,
 - * excavations or other scars which have been rehabilitated,
 - * conflict areas, etc....
4. It is recommended (but not compulsory) that Prospecting Companies attach photographs to their report, which visually illustrate the activities described in their report.
5. Failure to submit an Environmental Report shall constitute a breach of the Environmental Contract, which could result in steps taken against the Prospecting Company.
6. All information contained in the Environmental Report shall be treated as confidential.
7. The Prospecting Company shall ensure that all the information recorded in the Environmental Report is, to their best knowledge, accurate and correct.

Completed Environmental Reports should be sent to :

**The Permanent Secretary
Ministry of Environment and Tourism
Private Bag 13306
Windhoek**

For Attention: Saima S. Angula



A. COMPANY DETAILS AND REPORTING PERIOD :

Name of Company: Votorantim Metals Namibia (Pty) Ltd

Address of Company: 9B South Port Office Park, Hosea Kutako Avenue, P O Box 97957, Maerua Park, Windhoek, Namibia

Tel: 061-221016

Fax number: 061-231083

E-mail: efreyer@iway.na

Name of person compiling report: E E Freyer

Reference number(s) of prospecting area / block / license: EPL 5402

Geographical location of area / block / license: Grootfontein District, Otjozondjupa Region

This report is for the period of : (tick the relevant box and fill in the year)

☐ January - June 20□□☒ July - December 2017

Other (please specify)

B. POLLUTION AND WASTE

Has all domestic refuse (eg. Household waste, bottles, tins, paper, plastic, etc) been removed from the prospecting area ?

yes ☒ no ☐

If "yes" above, specify the site where such refuse has been deposited : Otavi municipal waste-dump

How often is refuse removed to the site mentioned above ? : every week

every two weeks

every three weeks

once a month

at irregular intervals ☒

If refuse has not been removed, where has it been dumped ? Otavi municipal waste- dump

As far as litter is concerned, would you describe your prospecting area as :

Very clean ☒Reasonably clean ☐Filthy ☐

If your prospecting area is littered with refuse, please indicate how you intend cleaning it up:

Refuse and litter found in the areas that we work in is collected and removed to the municipal waste-dump

Are toilets provided for all staff employed by the prospecting company :

yes ☒no ☐

If "yes" above, are they :

Flush toilets ☒Chemical Toilets ☐Pit Latrines ☒Other ☐

If chemical toilets are used, how are old chemicals disposed of :

Deposited in evaporation ponds ☐Deposited in a municipal refuse dump ☐Buried on site ☐Other (specify) ☐

C. VEHICLES AND EARTHMOVING EQUIPMENT

Indicate the types and number of vehicles and earthmoving equipment used on site during the reporting period (tick box in front of the category of vehicles used and then fill in the next boxes to indicate numbers)

<input checked="" type="checkbox"/> Pick-up trucks ("bakkies"), either 2x4 or 4x4	How many in use	up to 4
<input checked="" type="checkbox"/> Lorries / trucks between 5 - 10 ton capacity	How many in use	up to 1
<input type="checkbox"/> Lorries / trucks larger than 10 ton capacity	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input checked="" type="checkbox"/> Bulldozer of any size	How many in use	up to 1
<input type="checkbox"/> Road Grader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Front-end loader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input checked="" type="checkbox"/> Drilling machine of any type	How many in use	up to 1
<input type="checkbox"/> Other (specify)	How many in use	<input type="checkbox"/> <input type="checkbox"/>

D. ROADS AND TRACKS (In addition to ticking the following boxes, please draw roads/tracks made on an accompanying map in blue ink. Roads which have been rehabilitated (i.e. restored to their natural state) can be scratched out in red pen.

Have new roads or tracks been made during the reporting period? yes ☒ no ☐

If "yes" above, how long are these (in kilometres) ? 4.7km

If "yes" above are these still in use? yes ☒ no ☐

If "no" above have any of these roads or tracks been rehabilitated? yes ☐ no ☒

If "yes" above, how have you done such rehabilitation? : ripping ☐ raking ☒ sweeping ☐
☐ Other (specify): access tracks were left to rehabilitate naturally, others are still in use

If road / track rehabilitation has taken place, how many kilometres of roads or tracks have been rehabilitated? n/a

E. TRENCHES OR PITS: If new trenches or pits were made in the site / area during the reporting period, please indicate these by ticking the appropriate boxes AND by means of illustrating them on the same map described above. New pits or trenches made, should be numbered and drawn as a CIRCLE in blue ink, while pits or trenches which were rehabilitated during the reporting period should be scratched out in RED ink.

Have new trenches or pits been excavated in your area during the reporting period ? yes ☐ no ☒

If "yes" above, what are their approximate sizes or dimensions ? (in metres)

1. Trench / pit No.1 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
2. Trench / pit No.2 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
3. Trench / pit No.3 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
4. Trench / pit No.4 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
5.
6.

Were any holes/trenches rehabilitated during this period of reporting? yes ☐ (show on map) no ☒

F. INFRASTRUCTURAL DEVELOPMENT

Infrastructural Developments means any offices, houses, sheds, cement slabs, or other buildings or foundations for buildings. It also includes storage tanks (for water, fuel or other substances), temporary housing such as mobile homes & caravans, prefab units and tented camps. Please report on new construction or additions to buildings you reported on, in your previous Environmental Report.

Was any NEW infrastructure established during this period?			yes <input type="checkbox"/>	no <input checked="" type="checkbox"/>
If "yes" above, is this infrastructure:			Permanent <input type="checkbox"/>	Temporary <input type="checkbox"/>
			A combination <input type="checkbox"/>	
Describe infrastructure by ticking boxes:			Offices <input type="checkbox"/>	Housing <input type="checkbox"/>
			Prefab structure <input type="checkbox"/>	Garages <input type="checkbox"/>
			Cement slabs <input type="checkbox"/>	Foundations <input type="checkbox"/>
			Sheds <input type="checkbox"/>	Storage tanks <input type="checkbox"/>
			Other <input type="checkbox"/>	
If "other", please specify: Staff is accommodated in a guest house in Otavi; drilling crew is accommodated in tents on drill-site or nearby camp-site				

G. BOREHOLES, SAMPLE HOLES OR OTHER DRILLING

This category includes holes drilled for water, for taking mineral or other samples, for setting explosives, for testing mineral quality, or any other purpose.

Were any holes drilled during this period?			yes <input checked="" type="checkbox"/>	no <input type="checkbox"/>
If "yes", for which purpose were they drilled?			Water <input type="checkbox"/>	depth <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> Quantity <input type="checkbox"/> <input type="checkbox"/>
			Sampling <input checked="" type="checkbox"/>	depth up to 371.48m Quantity 19
			Explosives <input type="checkbox"/>	depth <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> Quantity <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
Other <input type="checkbox"/> (specify)			total meterage: <input type="checkbox"/> m	quantity:
List of borehole numbers and depths: see attached list of drillholes and drillhole details				

H. WATER

Your estimated monthly water consumption during this period was: 294 cubm

Water was obtained from:			River <input type="checkbox"/>	Borehole <input checked="" type="checkbox"/>	Dam <input type="checkbox"/>	Water Affairs <input type="checkbox"/>	Other <input type="checkbox"/>
Please estimate the percentage of water used for the following activities during this period:							
Human consumption	8	%					
Toilets	0.5	%					
Prospecting activities	<input type="checkbox"/> <input type="checkbox"/>	%					
Washing vehicles & equipment	0.5	%					
Dust control	<input type="checkbox"/> <input type="checkbox"/>	%					
Building activities	<input type="checkbox"/> <input type="checkbox"/>	%					
Gardens	<input type="checkbox"/> <input type="checkbox"/>	%					
Recreation	<input type="checkbox"/> <input type="checkbox"/>	%					
Other (Drilling)	91	%					

Were there any accidents which caused a loss of water? yes ☐ no ☒

If "yes", please give details

.....

.....

I. PROTECTION OF FAUNA AND FLORA

Please answer the following questions by ticking the appropriate boxes :

Question :	Yes	No	Unsure
Were any mammals, birds, reptiles or fish killed or wounded (purposefully or accidentally) in the prospecting site or area ?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Were any plants (excluding grasses) picked, damaged or removed ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Was there any wood collecting in the area ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

J. RELATIONS WITH NEIGHBOURS, OFFICIALS AND/OR THE GENERAL PUBLIC

Were there any conflicts with neighbours, land-owners, Government Officials or the public during this period ?	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
If "yes" above, what was the nature of these conflicts ? (tick boxes to provide answers)		
People entered the prospecting area without permission or prior arrangement	<input type="checkbox"/>	
Complaints about reduced access to water or other resources	<input type="checkbox"/>	
Complaints about danger posed to livestock or wildlife	<input type="checkbox"/>	
Allegations about stock-theft or poaching	<input type="checkbox"/>	
Complaints about vehicle or equipment movement on access roads / tracks	<input type="checkbox"/>	
Complaints about litter or other types of pollution (eg. noise, dust, etc.)	<input type="checkbox"/>	
Complaints about the activities / actions of company staff	<input type="checkbox"/>	
Allegations that the Company was not adhering to contracts / agreements	<input type="checkbox"/>	
Allegations that the Company damaged property or installations	<input type="checkbox"/>	
Allegations that gates were left open or unlocked	<input type="checkbox"/>	
Other (specify).....	<input type="checkbox"/>	

If conflicts arose, indicate how these were resolved ? (tick boxes)

Verbal agreement after discussions.....	<input type="checkbox"/>
Written agreement by special contract.....	<input type="checkbox"/>
Instructions to company staff to avoid conflicts.....	<input type="checkbox"/>
Company rectified its mistakes and undertook to avoid future wrong-doing....	<input type="checkbox"/>
Court action or other third party arbitration.....	<input type="checkbox"/>
Other (specify)	<input type="checkbox"/>
The conflicts remain unsolved.....	<input type="checkbox"/>

Any other comments or information :

See next page for more space for "additional comments".....

Additional comments continued

The main exploration activity during this half of 2017 on EPL 5402 was core drilling, lasting 5.5 months.

All access tracks made (about 4.7 km) were made with the consent of the private landowners. Some 1830m new tracks were opened by bulldozer, which were left open at the request of the farm owner. Some 1470m of existing, bush-encroached farm tracks were opened up for drilling access. Some access tracks were made by hand (1380m), which left the soil undisturbed, increasing the chance to rehabilitate naturally in the 2017 rainy season.

About 3.7km of these tracks are now available for productive use to the private land owner.

A drilling rehabilitation report that describes the effects of drilling on the environment, measures to ameliorate the damage to the vegetation and to rehabilitate drill-sites is in preparation.

It will be appended to the next report.

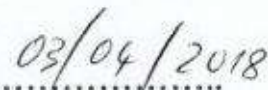
Also appended is a drill-hole list that gives the exact location coordinates, drill-hole orientation and drill-depth of the 19 core drill-holes drilled.

Three maps are also attached that show the target areas and locations of drill-holes at targets T-13 and T-14.

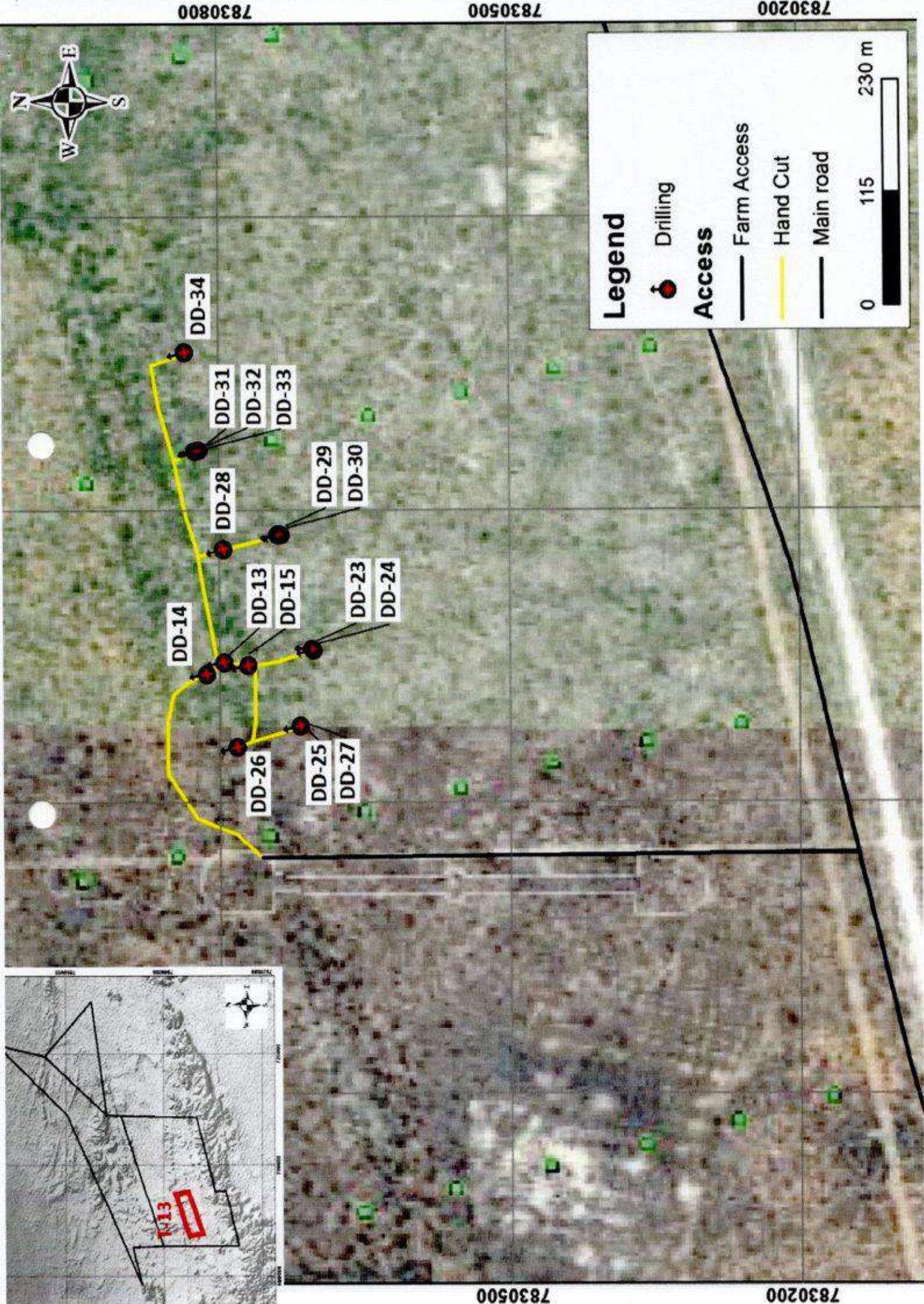
I declare that the information provided in this Environmental Report is, to the best of my knowledge, accurate and correct.



Votorantim Metals Namibia (Pty) Ltd



Date



7830200

7830500

7830800

Legend



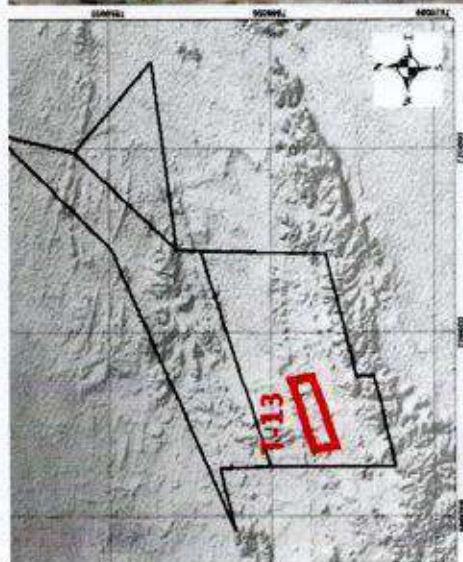
Drilling

Access

Farm Access

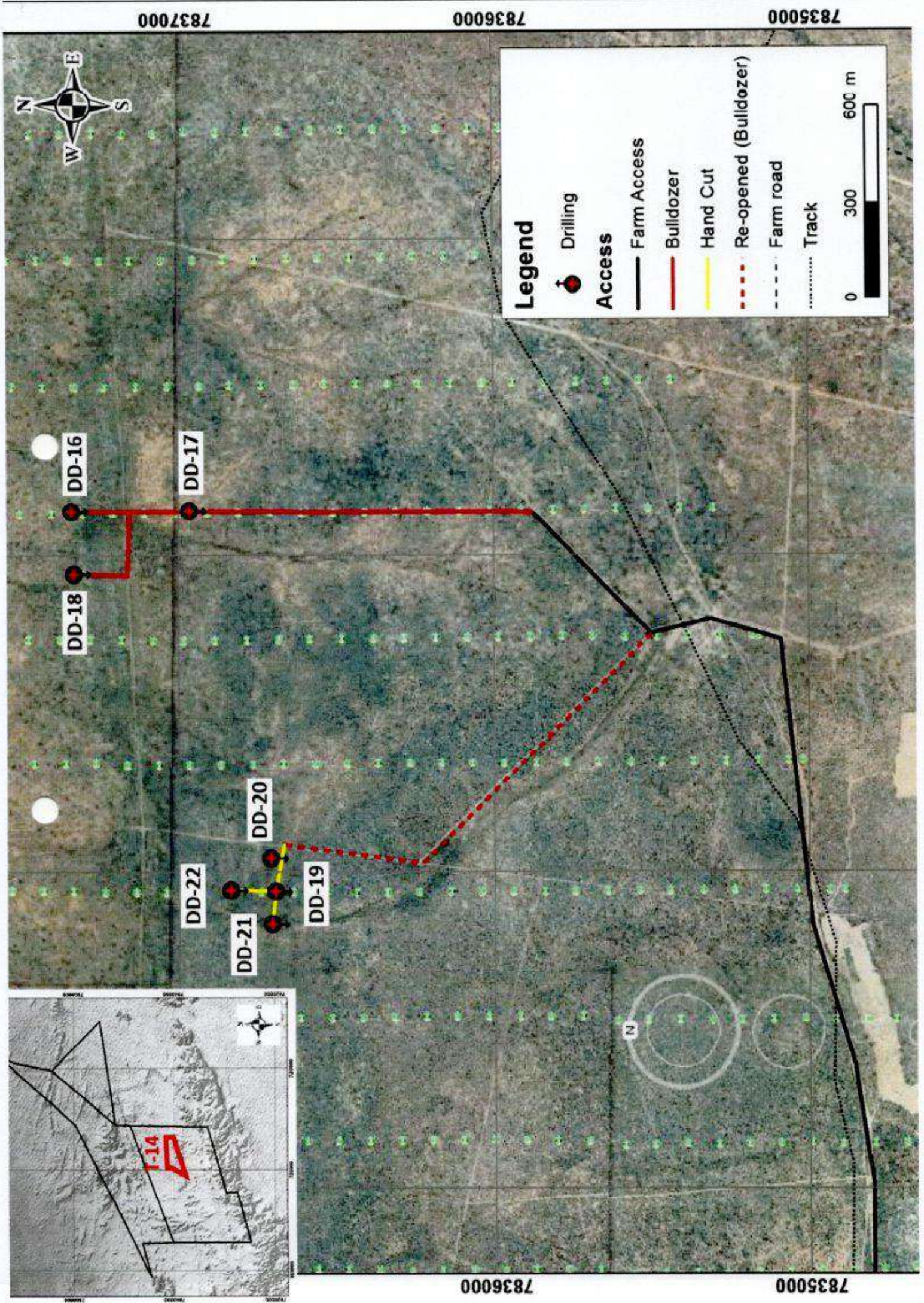
Hand Cut

Main road



7830500

7830200



ENVIRONMENTAL REPORT (ER)

(Prospecting Companies)

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01 January to 30 June 2018

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For Attention: Saima S. Angula

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Tel: 061-221016

Fax number: 061-231083

E-mail: efreyer@iway.na

Name of person compiling report: E E Freyer

Reference number(s) of prospecting area / block / license: EPL 5402

Geographical location of area / block / license: Grootfontein District, Otjozondjupa Region

This report is for the period of : (tick the relevant box and fill in the year)

☒ January - June 2018☐ July - December 20

Other (please specify)

B. POLLUTION AND WASTE

Has all domestic refuse (eg. Household waste, bottles, tins, paper, plastic, etc) been removed from the prospecting area ?

yes ☒ no ☐

If "yes" above, specify the site where such refuse has been deposited : Otavi municipal waste-dump

How often is refuse removed to the site mentioned above ? : every week

every two weeks

every three weeks

once a month

at irregular intervals ☒

If refuse has not been removed, where has it been dumped ? Otavi municipal waste disposal site

As far as litter is concerned, would you describe your prospecting area as :

Very clean ☒Reasonably clean ☐Filthy ☐

If your prospecting area is littered with refuse, please indicate how you intend cleaning it up:

Refuse and litter found in the areas that we work in is collected and removed to the municipal disposal site

Are toilets provided for all staff employed by the prospecting company :

yes ☒no ☐

If "yes" above, are they :

Flush toilets ☒Chemical Toilets ☒Pit Latrines ☐Other ☐

If chemical toilets are used, how are old chemicals disposed of :

Deposited in evaporation ponds ☐Deposited in a municipal refuse dump ☒Buried on site ☐Other (specify) ☐

C. VEHICLES AND EARTHMOVING EQUIPMENT

Indicate the types and number of vehicles and earthmoving equipment used on site during the reporting period (tick box in front of the category of vehicles used and then fill in the next boxes to indicate numbers)

<input checked="" type="checkbox"/> Pick-up trucks ("bakkies"), either 2x4 or 4x4	How many in use	up to 4
<input checked="" type="checkbox"/> Lorries / trucks between 5 - 10 ton capacity	How many in use	up to 1
<input type="checkbox"/> Lorries / trucks larger than 10 ton capacity	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Bulldozer of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Road Grader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Front-end loader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input checked="" type="checkbox"/> Drilling machine of any type	How many in use	up to 1
<input type="checkbox"/> Other (specify)	How many in use	<input type="checkbox"/> <input type="checkbox"/>

D. ROADS AND TRACKS (In addition to ticking the following boxes, please draw roads/tracks made on an accompanying map in blue ink. Roads which have been rehabilitated (i.e. restored to their natural state) can be scratched out in red pen.

Have new roads or tracks been made during the reporting period? yes ☒ no ☐

If "yes" above, how long are these (in kilometres) ? 1.2km

If "yes" above are these still in use? yes ☒ no ☐

If "no" above have any of these roads or tracks been rehabilitated? yes ☐ no ☒

If "yes" above, how have you done such rehabilitation? : ripping ☐ raking ☒ sweeping ☐
☐ Other (specify): access tracks were left to rehabilitate naturally, others are still in use

If road / track rehabilitation has taken place, how many kilometres of roads or tracks have been rehabilitated? n/a

E. TRENCHES OR PITS: If new trenches or pits were made in the site / area during the reporting period, please indicate these by ticking the appropriate boxes AND by means of illustrating them on the same map described above. New pits or trenches made, should be numbered and drawn as a CIRCLE in blue ink, while pits or trenches which were rehabilitated during the reporting period should be scratched out in RED ink.

Have new trenches or pits been excavated in your area during the reporting period? yes ☒ no ☐

If "yes" above, what are their approximate sizes or dimensions? (in metres)

1. Trench / pit No.1(soil): 175 holes with dimensions 0.2m length x 0.2m breadth x 0.2m depth
2. Trench / pit No.2 (AMT & IP): 286 holes with dimensions : 0.2m length x 0.2m breadth x 0.2m depth
3. Trench / pit No.3 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
4. Trench / pit No.4 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
5.
6.

Were any holes/trenches rehabilitated during this period of reporting? yes ☒ (all holes) no ☐

F. INFRASTRUCTURAL DEVELOPMENT

Infrastructural Developments means any offices, houses, sheds, cement slabs, or other buildings or foundations for buildings. It also includes storage tanks (for water, fuel or other substances), temporary housing such as mobile homes & caravans, prefab units and tented camps. Please report on new construction or additions to buildings you reported on, in your previous Environmental Report.

Was any NEW infrastructure established during this period?			yes <input checked="" type="checkbox"/>	no <input type="checkbox"/>
If "yes" above, is this infrastructure:			Permanent <input type="checkbox"/>	Temporary <input checked="" type="checkbox"/>
			A combination <input type="checkbox"/>	
Describe infrastructure by ticking boxes:				
Offices	<input type="checkbox"/>	Housing	<input type="checkbox"/>	Sheds
Prefab structure	<input type="checkbox"/>	Garages	<input type="checkbox"/>	Storage tanks
Cement slabs	<input type="checkbox"/>	Foundations	<input type="checkbox"/>	Other <input checked="" type="checkbox"/>
If "other", please specify: <i>A new water borehole was drilled to supply water for diamond drilling.</i>				

G. BOREHOLES, SAMPLE HOLES OR OTHER DRILLING

This category includes holes drilled for water, for taking mineral or other samples, for setting explosives, for testing mineral quality, or any other purpose.

Were any holes drilled during this period?			yes <input checked="" type="checkbox"/>	no <input type="checkbox"/>
If "yes", for which purpose were they drilled?			Water <input checked="" type="checkbox"/>	depth 66 m
			Quantity	1
			Sampling <input checked="" type="checkbox"/>	depths up to 578.0m
			Quantity	4
			Explosives <input type="checkbox"/>	depth <input type="text"/> <input type="text"/> <input type="text"/> Quantity <input type="text"/> <input type="text"/> <input type="text"/>
Other <input type="checkbox"/> (specify)			total meterage: <input type="text"/> m	quantity: <input type="text"/>
List of borehole numbers and depths: <i>see attached list of drillholes and drillhole details as well as drill-hole locality maps</i>				

H. WATER

Your estimated <u>monthly</u> water consumption during this period was: 89.5 cubm	
Water was obtained from : River <input type="checkbox"/> Borehole <input checked="" type="checkbox"/> Dam <input type="checkbox"/> Water Affairs <input type="checkbox"/> Other <input type="checkbox"/>	
Please estimate the percentage of water used for the following activities during this period:	
Human consumption	8 %
Toilets	1 %
Prospecting activities	<input type="text"/> <input type="text"/> %
Washing vehicles & equipment	1 %
Dust control	<input type="text"/> <input type="text"/> %
Building activities	<input type="text"/> <input type="text"/> %
Gardens	<input type="text"/> <input type="text"/> %
Recreation	<input type="text"/> <input type="text"/> %
Other (Drilling)	90 %

Were there any accidents which caused a loss of water? yes ☐ no ☒

If "yes", please give details

.....

.....

I. PROTECTION OF FAUNA AND FLORA

Please answer the following questions by ticking the appropriate boxes :

Question :	Yes	No	Unsure
Were any mammals, birds, reptiles or fish killed or wounded (purposefully or accidentally) in the prospecting site or area ?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Were any plants (excluding grasses) picked, damaged or removed ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Was there any wood collecting in the area ? <i>fire-wood</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

J. RELATIONS WITH NEIGHBOURS, OFFICIALS AND/OR THE GENERAL PUBLIC

Were there any conflicts with neighbours, land-owners, Government Officials or the public during this period ? Yes ☐ No ☒

If "yes" above, what was the nature of these conflicts ? (tick boxes to provide answers)

People entered the prospecting area without permission or prior arrangement	<input type="checkbox"/>
Complaints about reduced access to water or other resources	<input type="checkbox"/>
Complaints about danger posed to livestock or wildlife	<input type="checkbox"/>
Allegations about stock-theft or poaching	<input type="checkbox"/>
Complaints about vehicle or equipment movement on access roads / tracks	<input type="checkbox"/>
Complaints about litter or other types of pollution (eg. noise, dust, etc.)	<input type="checkbox"/>
Complaints about the activities / actions of company staff	<input type="checkbox"/>
Allegations that the Company was not adhering to contracts / agreements	<input type="checkbox"/>
Allegations that the Company damaged property or installations	<input type="checkbox"/>
Allegations that gates were left open or unlocked	<input type="checkbox"/>
Other (specify).....	<input type="checkbox"/>

If conflicts arose, indicate how these were resolved ? (tick boxes)

Verbal agreement after discussions.....	<input type="checkbox"/>
Written agreement by special contract.....	<input type="checkbox"/>
Instructions to company staff to avoid conflicts.....	<input type="checkbox"/>
Company rectified its mistakes and undertook to avoid future wrong-doing....	<input type="checkbox"/>
Court action or other third party arbitration.....	<input type="checkbox"/>
Other (specify)	<input type="checkbox"/>
The conflicts remain unsolved.....	<input type="checkbox"/>

Any other comments or information :

See next page for more space for "additional comments".....

Additional comments continued

The main exploration activity during the latter May and June 2018 was core drilling.

All access tracks made (about 1.2 km) were made with the consent of the private landowners.

The 1.2km access tracks in bush-encroached areas were opened up for drilling access.

The access tracks were made by hand (1200m), which left the soil undisturbed. This will allow bush to re-grow naturally in the 2018 rainy season from roots that were left unharmed.

About 1.2km of these tracks are now available for productive use to the private land owner.

A drilling rehabilitation report that describes the effects of drilling and preventative measures to mitigate effects on vegetation during the 2017 and 2016 drilling campaigns is attached.

Also appended is a drill-hole list that gives the exact location coordinates, drill-hole orientation and drill-depth of 1 water borehole and 4 core (diamond) drill-holes drilled.

Two maps are attached that show the target areas and locations of drill-holes at targets T-13 and T-14.

Some 13.6km cut-lines (1.0m wide) were cut for geophysical surveys (AMT & IP).

Some 286 holes were dug for (AMT & IP) electrodes and were closed after use.

Some 175 soil samples (0.2m x 0.2m x 0.2m) were dug and closed after use.

I declare that the information provided in this Environmental Report is, to the best of my knowledge, accurate and correct.

[Signature]

Votorantim Metals Namibia (Pty) Ltd
Southport, Office 9B, Hosea Kutako Drive
PO Box 97957, Maerua Park
Windhoek, Namibia
Telephone Nr: +264 61 221016
Facsimile Nr: +264 61 231083

Votorantim Metals Namibia (Pty) Ltd

30/07/2018
Date

Attachment to Bi-annual Report for EPL 5402 - 01 January to 30 June 2018

List of Water Borehole and Core Drillholes (drilled between 01 January and 30 June 2018)

Drill-hole type	Target	Line	Drillhole	X	Y	Z	Incl	Azim	Depth (m)	Comments
Core (diamond)	T-13	L1500E	DD-035	689089	7830670	1430	-66	346.5	578.00	E.O.H
Core (diamond)	T-13	L1700E	DD-037	689274	7830784	1419	-68	346.5	350.78	E.O.H
Core (diamond)	T-13	L1800E	DD-038	689369	7830809	1419	-60	346.5	317.68	E.O.H
Core (diamond)	T-14	L200W	DD-036	702942	7836977	1374	-55	180	66.90	current
Rotary Air-blast	Water	L1580E	RAB-001	689130	7830798	1327	-90	n/a	66.0	E.O.H.; water intersected at 3 depth intervals from 37m to 66m; total yield 30cubm

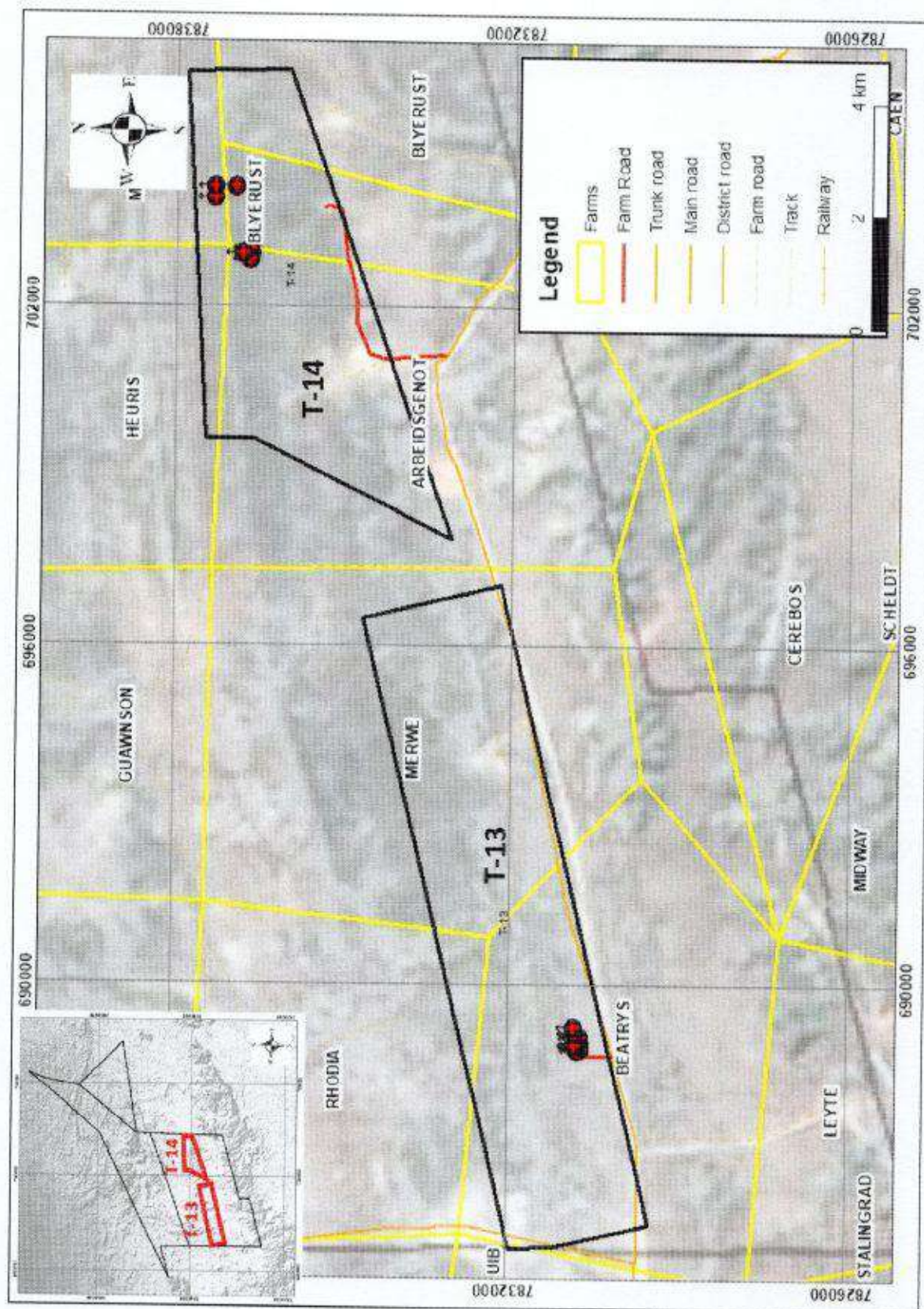
Attachment to Bi-annual Report for EPL 5402 - 01 January to 30 June 2018

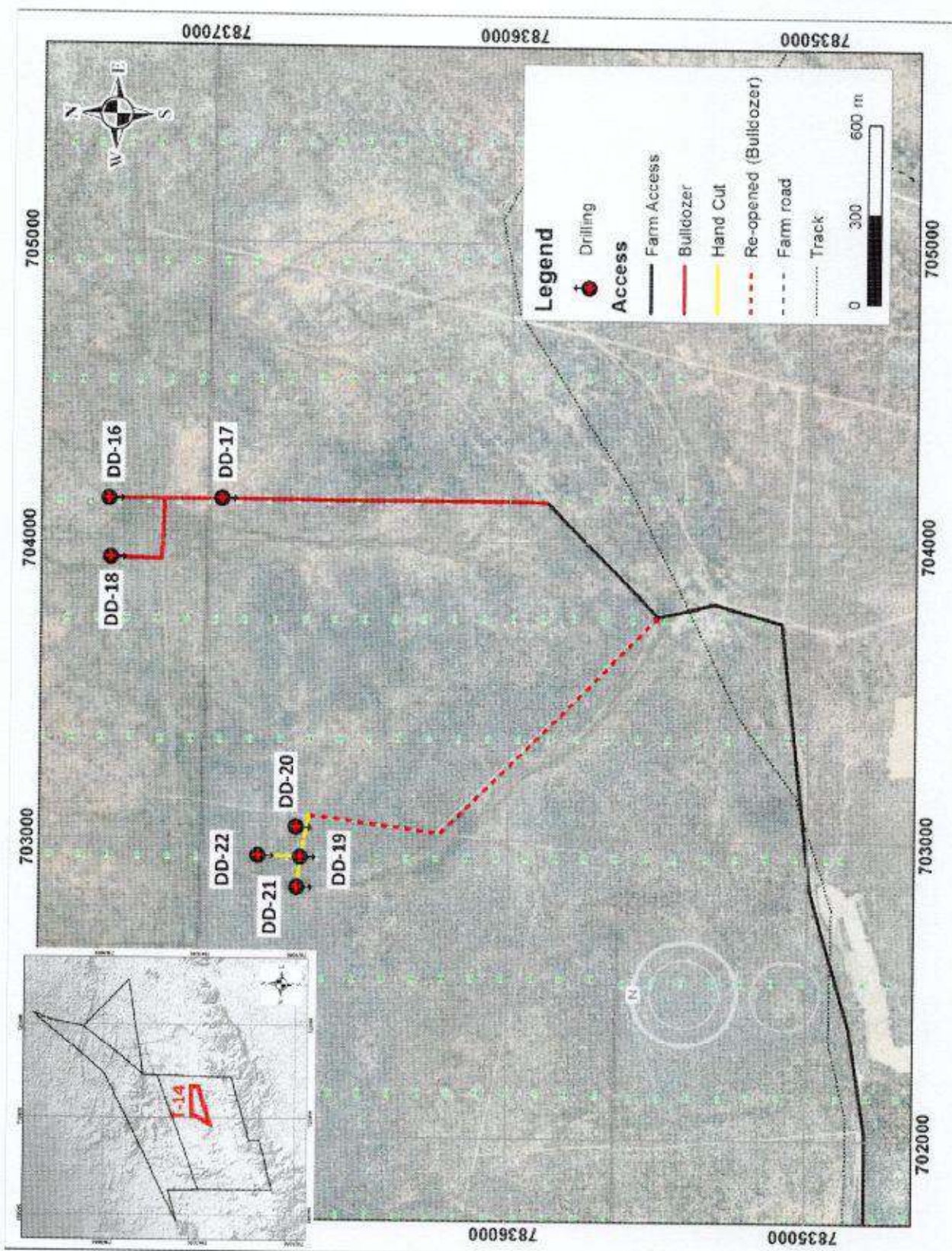
Details of water borehole drilled at T-13

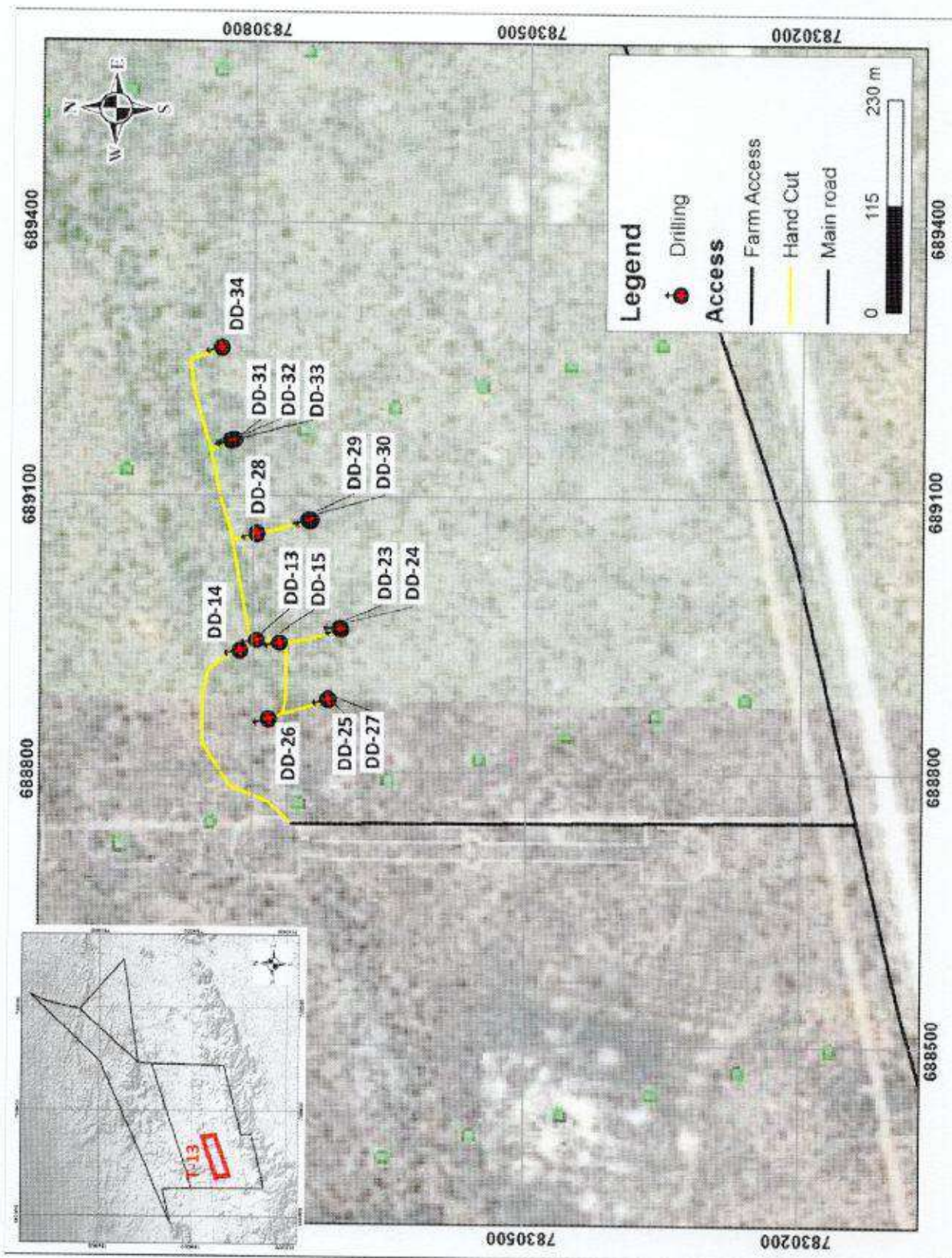
(WGS84 UTM Zone 33K, coordinates 689130E /7830798N /1347m a.m.s.l.)

Depth (m below surface)	Cumulative water yield (approximate)	From (m)	To (m)	Lithologies intersected
21m	4 cubm	0	37	Light-blue massive dolostone
30m	12 cubm	37	45	Dark-grey finely laminated dolostone
45m	20 cubm	45	47	Red shale
66m (E.O.H.)	30 cubm	47	66	Red shale & dark-grey dolostone with graphite

3m of metal casing was inserted into the 6.5" wide hole at the top to stabilize the borehole









SUMMARY OF MITIGATING MEASURES TAKEN DURING DRILLING ACTIVITIES

- This report aims to show the effect of diamond drilling on the environment in pictures, 1) before, 2) during and 3) after activities
 - a) in 2017, after drilling equipment was removed, sumps closed and drilling slimes removed to the waste disposal site in Otavi, and
 - b) of recovered drill-sites drilled in 2016, one year after drilling.
- Drill-sites and access tracks to drill-sites are chosen where there are few trees. Bush is cut manually, leaving roots in place, in order to allow re-growth after drilling activities have ceased. Avoiding the use of bulldozers also mitigates disturbance of the top-soil structure.
- The drill-sites are managed following company standards, with demarcation of boundaries by zebra tape, plastic sheet lining the surface under the rig to avoid contamination of the soil by oils and grease, chemical toilets on site and a shady gazebo for the drilling team to have lunch and rest.
- Drilling muds and additives added to water to increase viscosity are biodegradable and should therefore not contaminate the groundwater. Water collection in dams lined with plastic sheet (called drilling sumps) are closed after drilling, and drilling slimes with grease are taken to the Otavi waste disposal site.
- The recovery of vegetation will occur gradually and naturally, because roots of cleared vegetation were not removed. Grass is seeding naturally from seeds that are in the soil and grow during the next rainy season (November to April). Access tracks are left open for future exploration activities and the farmers' use. It should also be noted that all farmers welcome the opening of their generally bush-encroached farms.
- Access agreements are signed with land owners, they are regularly updated on exploration operations and compensated for access to the farm (for the opening of cut-lines and drilling access tracks, for each drill-hole drilled, the use of water for drilling and for the campsite used by the drilling team).
- Zero accidents were recorded during the 2017 drilling campaign.

Target 14 – Drillhole NAO TVDD0016
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation

AFTER



Post drilling - cleaned site



Closed drill-hole collar and sump

DURING



Truck-mounted diamond drilling rig



Plastic-lined sump with drilling fluids

Target 14 – Drillhole NAO TVDD0017
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation



AFTER



Post drilling - cleaned site



Cleaned drillsite

DURING



Plastic-lined sump with drilling fluids



Plastic lining under drill-rig/truck

Target 14 – Drillhole NAOTVDD0018
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation

AFTER



Post drilling - cleaned site



Closed sump

DURING



Drill-rig



Plastic-lined sumps with drilling fluids

Target 14 – Drillhole NAOTVDD0019
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation



AFTER



Post drilling - cleaned site

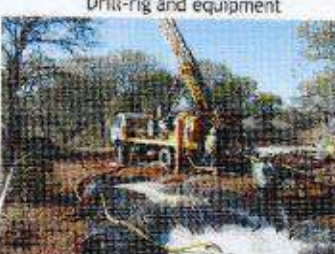


Post drilling - cleaned site

DURING



Drill-rig and equipment



Plastic-lined sump with drilling fluids

Target 14 – Drillhole NAOTVDD0020
Environmental Recovery

BEFORE



Opening access - Access opening - bush and low vegetation

AFTER



Post drilling - cleaned site

Closed sump

DURING



Drill-rig



Drill-site

Target 14 – Drillhole NAOTVDD0021
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation

AFTER



Post drilling - cleaned site



Post drilling - vegetation regrowth

DURING



Drill-site



Drill-rig

Target 14 – Drillhole NAQTVDD0022
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation

AFTER

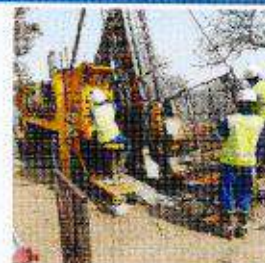


Post drilling - cleaned site



Post drilling - sealed drill-hole standpipe

DURING



Drill-rig



Plastic-lined sumps with drilling fluids

Target 13 – Drillholes NAOTVDD0023 and 24
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation

AFTER



Post drilling - 2 drill-holes on one site



Post drilling - vegetation regrowth

DURING



Drill-site



Plastic-lined sumps with drilling fluids

Target 13 – Drillholes NAOTVDD0025 and 26
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation



AFTER



Post drilling - 2 drill-holes on one site



Post drilling - vegetation regrowth

DURING



Drill-site



Plastic-lined sumps with drilling fluids

Target 13 – Drillhole NAOTVDD0027
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation

AFTER



Post drilling - vegetation regrowth



Post drilling - cleaned site

DURING



Drill-rig



Plastic-lined sumps with drilling fluids

Target 13 – Drillhole NAOTVDD0028
Environmental Recovery

BEFORE



Opening access - clearing bush and low vegetation

AFTER



Post drilling - cleaned site

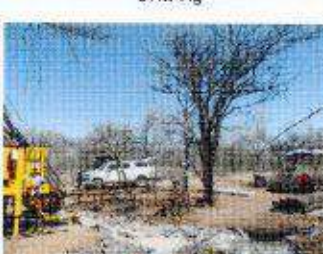


Post drilling - cleaned site

DURING



Drill-rig



Plastic-lined sumps with drilling fluids

Target 13 – Drillholes NAOTVDD0029 and 30
Environmental Recovery

BEFORE



Opening access track – clearing bush and low vegetation

AFTER



Post drilling – vegetation regrowth



Post drilling – cleaned site, still fenced

DURING



Drill-site



Plastic-lined sumps with drilling fluids

Target 13 – Drillholes NAOTVDD0031, 32 and 33
Environmental Recovery

BEFORE



Opening access – clearing bush and low vegetation

AFTER



Post drilling – 3 drill-holes on one site



Drill-site now used as access track

DURING



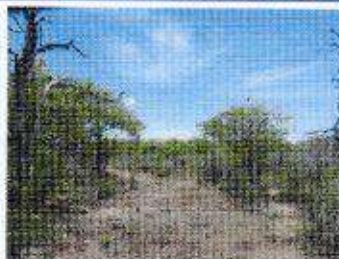
Drill-site



Plastic-lined sumps with drilling fluids

Target 13 – Drillhole NAOTVDD0034
Environmental Recovery

BEFORE



Opened access track - cleared bush and low vegetation



AFTER



Post drilling - vegetation regrowth



Post drilling - cleaned site

DURING



Drill-site



Drill-rig and equipment

RECOVERY OF 2016 DRILL-SITES

Target 06 – Environmental Recovery after one year



NAOTVDD0001



NAOTVDD0002



NAOTVDD0003



NAOTVDD0004



NAOTVDD0005



NAOTVDD0006



NAOTVDD0007

RECOVERY OF 2016 DRILL-SITES

Targets 01, 05 and 13 - Environmental Recovery after one year



NAOTVDD0008



NAOTVDD0009



NAOTVDD0010



NAOTVDD0011



NAOTVDD0012



NAOTVDD0013 & 14



NAOTVDD0015

ENVIRONMENTAL REPORT (ER) (Prospecting Companies)

INSTRUCTIONS:

1. An Environmental Report shall be submitted to the Ministry of Environment and Tourism (MET) biannually. Jan to Jun and Jun to December. Please indicate:

01 July to 31 December 2018

2. This form shall be the minimum reporting format. Prospecting Companies are expected to attach a map of their prospecting area to this report. Prospecting Companies are welcome to attach any other information they like, such as copies of new agreements, letters of explanation, aerial photographs, or anything else of interest.
3. The map shall be used to indicate the following:
 - * areas where prospecting has taken place,
 - * roads or tracks made and/or used,
 - * houses and other infrastructure erected,
 - * excavations or other scars which have been rehabilitated,
 - * conflict areas, etc....
4. It is recommended (but not compulsory) that Prospecting Companies attach photographs to their report, which visually illustrate the activities described in their report.
5. Failure to submit an Environmental Report shall constitute a breach of the Environmental Contract, which could result in steps taken against the Prospecting Company.
6. All information contained in the Environmental Report shall be treated as confidential.
7. The Prospecting Company shall ensure that all the information recorded in the Environmental Report is, to their best knowledge, accurate and correct.

Completed Environmental Reports should be sent to :

**The Permanent Secretary
Ministry of Environment and Tourism
Private Bag 13306
Windhoek**

For Attention: Saima S. Angula

A. COMPANY DETAILS AND REPORTING PERIOD :

Name of Company: Votorantim Metals Namibia (Pty) Ltd		
Address of Company: 9B South Port Office Park, Hosea Kutako Avenue, P O Box 97957, Maerua Park, Windhoek, Namibia		
Tel: 061-221016	Fax number: 061-231083	E-mail: efreyer@iway.na
Name of person compiling report: E E Freyer		
Reference number(s) of prospecting area / block / license: EPL 5402		
Geographical location of area / block / license: Grootfontein District, Otjozondjupa Region		
This report is for the period of : (tick the relevant box and fill in the year)		
<input type="checkbox"/> January - June <input type="checkbox"/>		
<input checked="" type="checkbox"/> July - December 2018		
Other (please specify)		

B. POLLUTION AND WASTE

Has all domestic refuse (e.g. Household waste, bottles, tins, paper, plastic, etc) been removed from the prospecting area ?		yes <input checked="" type="checkbox"/>	no <input type="checkbox"/>
If "yes" above, specify the site where such refuse has been deposited : n/a			
How often is refuse removed to the site mentioned above ?		every week <input type="checkbox"/>	
		every two weeks <input type="checkbox"/>	
		every three weeks <input type="checkbox"/>	
		once a month <input type="checkbox"/>	
		at irregular intervals <input checked="" type="checkbox"/>	
If refuse has not been removed, where has it been dumped ? Otavi municipal waste disposal site			
As far as litter is concerned, would you describe your prospecting area as :		Very clean <input checked="" type="checkbox"/>	Reasonably clean <input type="checkbox"/> Filthy <input type="checkbox"/>
If your prospecting area is littered with refuse, please indicate how you intend cleaning it up:			
Refuse and litter found in the areas that we work in is collected and removed to municipal waste-dump			
Are toilets provided for all staff employed by the prospecting company :		yes <input checked="" type="checkbox"/>	no <input type="checkbox"/>
If "yes" above, are they :		Flush toilets <input checked="" type="checkbox"/>	Chemical Toilets <input checked="" type="checkbox"/> Pit Latrines <input type="checkbox"/> Other <input type="checkbox"/>
If chemical toilets are used, how are old chemicals disposed of :			
Deposited in evaporation ponds <input type="checkbox"/>		Deposited in a municipal refuse dump <input checked="" type="checkbox"/>	
Buried on site <input type="checkbox"/>		Other (specify) <input type="checkbox"/>	

C. VEHICLES AND EARTHMOVING EQUIPMENT

Indicate the types and number of vehicles and earthmoving equipment used on site during the reporting period (tick box in front of the category of vehicles used and then fill in the next boxes to indicate numbers)

<input checked="" type="checkbox"/> Pick-up trucks ("bakkies"), either 2x4 or 4x4	How many in use	up to 3
<input checked="" type="checkbox"/> Lorries / trucks between 5 - 10 ton capacity	How many in use	up to 2
<input type="checkbox"/> Lorries / trucks larger than 10 ton capacity	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input checked="" type="checkbox"/> Bulldozer of any size	How many in use	up to 1
<input type="checkbox"/> Road Grader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Front-end loader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input checked="" type="checkbox"/> Drilling machine of any type	How many in use	up to 2
<input type="checkbox"/> Other (specify)	How many in use	<input type="checkbox"/> <input type="checkbox"/>

D. ROADS AND TRACKS (In addition to ticking the following boxes, please draw roads/tracks made on an accompanying map in blue ink. Roads which have been rehabilitated (i.e. restored to their natural state) can be scratched out in red pen.

Have new roads or tracks been made during the reporting period ? yes ☒ no ☐

If "yes" above, how long are these (in kilometres) ? 5.21 km yes ☐ no ☐

If "yes" above are these still in use ? yes ☒ no ☐

If "no" above have any of these roads or tracks been rehabilitated ? yes ☐ no ☒

If "yes" above, how have you done such rehabilitation ? : Ripping ☐ Raking ☐ sweeping ☐
☐ Other (specify): will still be used, then left to rehabilitate naturally

If road / track rehabilitation has taken place, how many kilometres of roads or tracks have been rehabilitated ? n/a

E. TRENCHES OR PITS: If new trenches or pits were made in the site / area during the reporting period, please indicate these by ticking the appropriate boxes AND by means of illustrating them on the same map described above. New pits or trenches made, should be numbered and drawn as a CIRCLE in blue ink, while pits or trenches which were rehabilitated during the reporting period should be scratched out in RED ink.

Have new trenches or pits been excavated in your area during the reporting period ? yes ☐ no ☒

If "yes" above, what are their approximate sizes or dimensions ? (in metres)

1. Trench / pit No.1 (soil): ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
2. Trench / pit No.2 (AMT & IP): ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
3. Trench / pit No.3 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
4. Trench / pit No.4 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth

Were any holes/trenches rehabilitated during this period of reporting ? yes ☒ (show on maps) no ☐

F. INFRASTRUCTURAL DEVELOPMENT

Infrastructural Developments means any offices, houses, sheds, cement slabs, or other buildings or foundations for buildings. It also includes storage tanks (for water, fuel or other substances), temporary housing such as mobile homes & caravans, prefab units and tented camps. Please report on new construction or additions to buildings you reported on, in your previous Environmental Report.

Was any NEW infrastructure established during this period ?				yes <input type="checkbox"/>	no <input checked="" type="checkbox"/>
If "yes" above, is this infrastructure:				Permanent <input type="checkbox"/>	Temporary <input type="checkbox"/>
				A combination <input type="checkbox"/>	
Describe infrastructure by ticking boxes:					
Offices	<input type="checkbox"/>	Housing	<input type="checkbox"/>	Sheds	<input type="checkbox"/>
Prefab structure	<input type="checkbox"/>	Garages	<input type="checkbox"/>	Storage tanks	<input type="checkbox"/>
Cement slabs	<input type="checkbox"/>	Foundations	<input type="checkbox"/>	Other	<input type="checkbox"/>
If "other", please specify: <i>Staff is accommodated in a guesthouse in Otavi</i>					

G. BOREHOLES, SAMPLE HOLES OR OTHER DRILLING

This category includes holes drilled for water, for taking mineral or other samples, for setting explosives, for testing mineral quality, or any other purpose.

Were any holes drilled during this period ?				yes <input checked="" type="checkbox"/>	no <input type="checkbox"/>
If "yes", for which purpose were they drilled ?				Water <input type="checkbox"/>	depth <input type="checkbox"/>
				Quantity <input type="checkbox"/>	
				Sampling <input checked="" type="checkbox"/>	depth up to 614.68 m
				Quantity 22	
				Explosives <input type="checkbox"/>	depth <input type="checkbox"/>
				Quantity <input type="checkbox"/>	
Other <input type="checkbox"/> (specify)				total meterage: 6,198.56 m	quantity:
List of borehole numbers and depths: <i>See list attached</i>					

H. WATER

Your estimated monthly water consumption during this period was: 517 cubm for 7 (cumulative) months

Water was obtained from :			River <input type="checkbox"/>	Borehole <input checked="" type="checkbox"/>	Dam <input type="checkbox"/>	Water Affairs <input type="checkbox"/>	Other <input type="checkbox"/>
Please estimate the percentage of water used for the following activities during this period:							
Human consumption	1	%					
Toilets	1	%					
Prospecting activities	<input type="checkbox"/>	%					
Washing vehicles & equipment	1	%					
Dust control	<input type="checkbox"/>	%					
Building activities	<input type="checkbox"/>	%					
Gardens	<input type="checkbox"/>	%					
Recreation	<input type="checkbox"/>	%					
Other (Drilling)	97	%					

Were there any accidents which caused a loss of water ? yes ☐ no ☒

If "yes", please give details

.....

.....

I. PROTECTION OF FAUNA AND FLORA

Please answer the following questions by ticking the appropriate boxes:

Question:	Yes	No	Unsure
Were any mammals, birds, reptiles or fish killed or wounded (purposefully or accidentally) in the prospecting site or area ?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Were any plants (excluding grasses) picked, damaged or removed ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Was there any wood collecting in the area ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

J. RELATIONS WITH NEIGHBOURS, OFFICIALS AND/OR THE GENERAL PUBLIC

Were there any conflicts with neighbours, land-owners, Government Officials or the public during this period ?

Yes ☐ No ☒

If "yes" above, what was the nature of these conflicts ? (tick boxes to provide answers)

People entered the prospecting area without permission or prior arrangement	<input type="checkbox"/>
Complaints about reduced access to water or other resources	<input type="checkbox"/>
Complaints about danger posed to livestock or wildlife	<input type="checkbox"/>
Allegations about stock-theft or poaching	<input type="checkbox"/>
Complaints about vehicle or equipment movement on access roads / tracks	<input type="checkbox"/>
Complaints about litter or other types of pollution (eg. noise, dust, etc.)	<input type="checkbox"/>
Complaints about the activities / actions of company staff	<input type="checkbox"/>
Allegations that the Company was not adhering to contracts / agreements	<input type="checkbox"/>
Allegations that the Company damaged property or installations	<input type="checkbox"/>
Allegations that gates were left open or unlocked	<input type="checkbox"/>
Other (specify):	<input type="checkbox"/>

If conflicts arose, indicate how these were resolved ? (tick boxes)

Verbal agreement after discussions.....	<input type="checkbox"/>
Written agreement by special contract.....	<input checked="" type="checkbox"/>
Instructions to company staff to avoid conflicts.....	<input type="checkbox"/>
Company rectified its mistakes and undertook to avoid future wrong-doing....	<input type="checkbox"/>
Court action or other third party arbitration.....	<input type="checkbox"/>
Other (specify)	<input type="checkbox"/>
The conflicts remain unsolved.....	<input type="checkbox"/>

Any other comments or information :

See next page for more space for "additional comments".....

Additional comments continued

Environmental impacts:

Field exploration activities consisted of drilling 24 diamond (core) drill-holes in the latter half of 2018.

About 5.21 km new drill access tracks (of which 1.25 km were existing farm tracks) were cleared by bulldozer and by hand (to allow vehicle access to drill-hole sites).

Some 30 drillsites were cleared (varying in size from 15 x 20m to 30 x 50m)

Drillers (2 drill crews) camped on site for about a total of 7 (cumulative) months.

Rehabilitation (see attached drill-hole rehabilitation report):

All drill-holes were closed with a standpipe that is capped (with number and depth drill-hole of inscribed).

All drill access tracks were left to rehabilitate naturally (regrowth of grass and bush).

I declare that the information provided in this Environmental Report is, to the best of my knowledge, accurate and correct.

Votorantim Metals Namibia (Pty) Ltd
Southport, Office 9B, Hosea Kutako Drive
PO Box 97957, Maerua Park
Windhoek, Namibia
Telephone Nr: +264 61 221016
Facsimile Nr: +264 61 231083

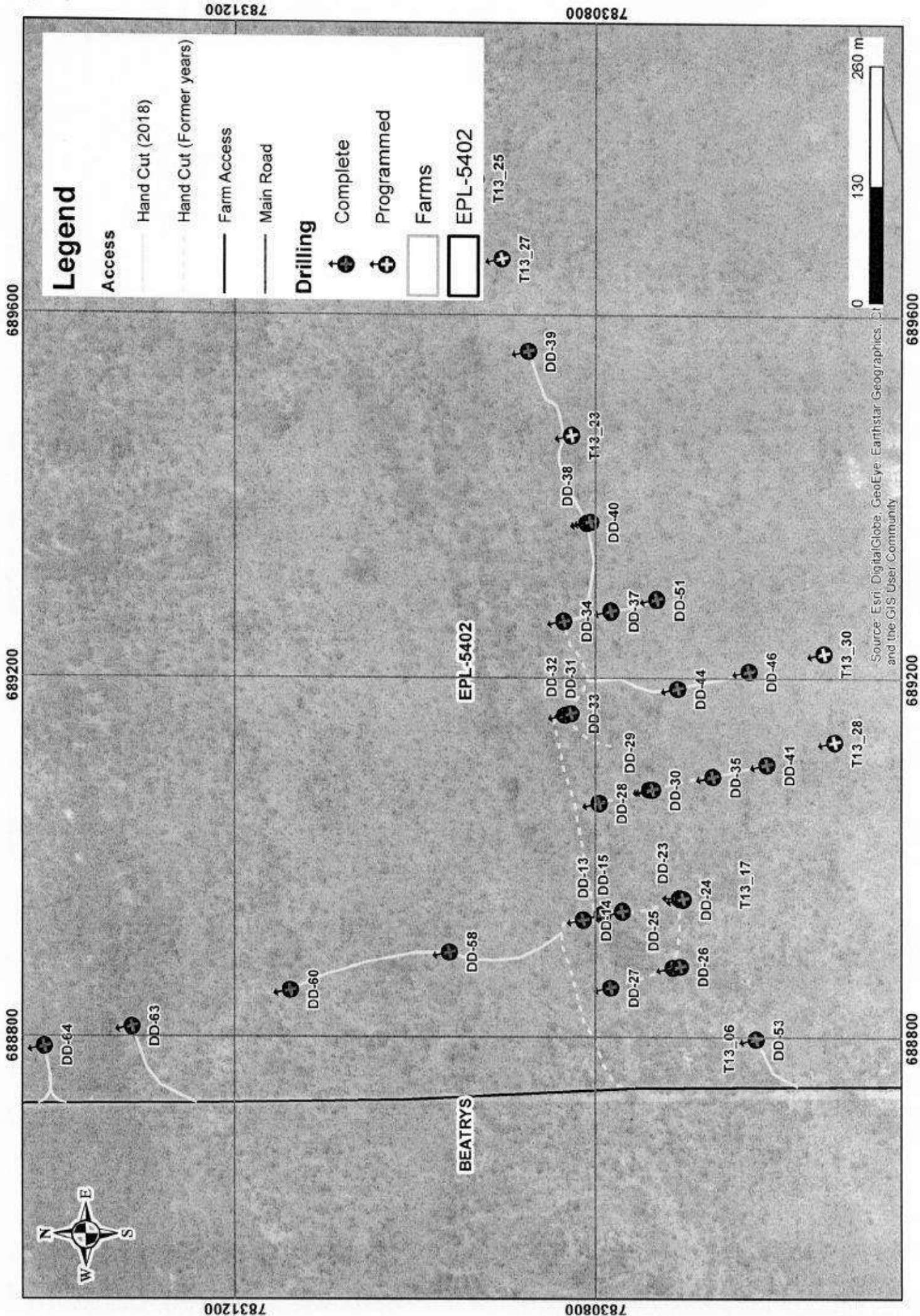
Votorantim Metals Namibia (Pty) Ltd

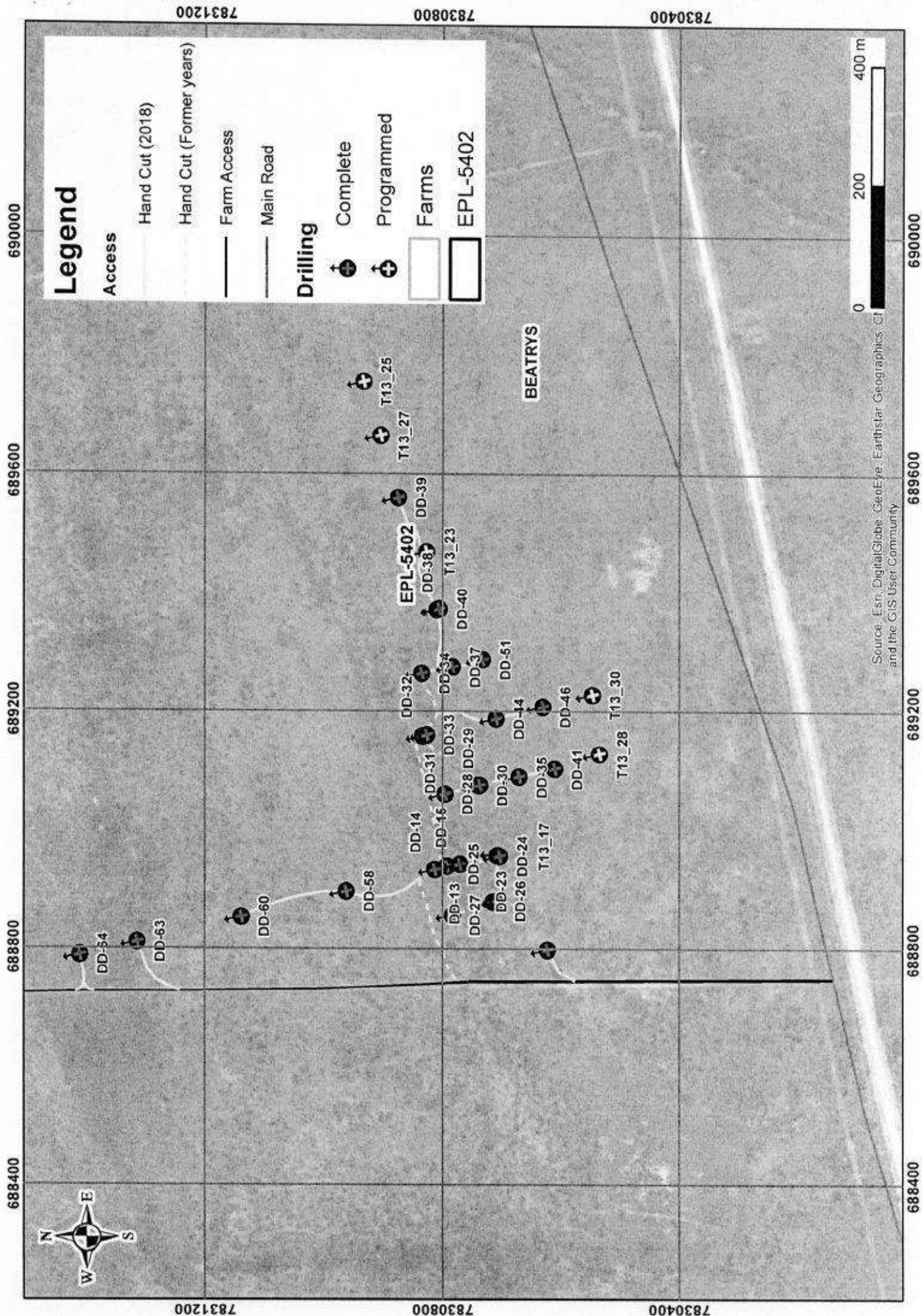
Date

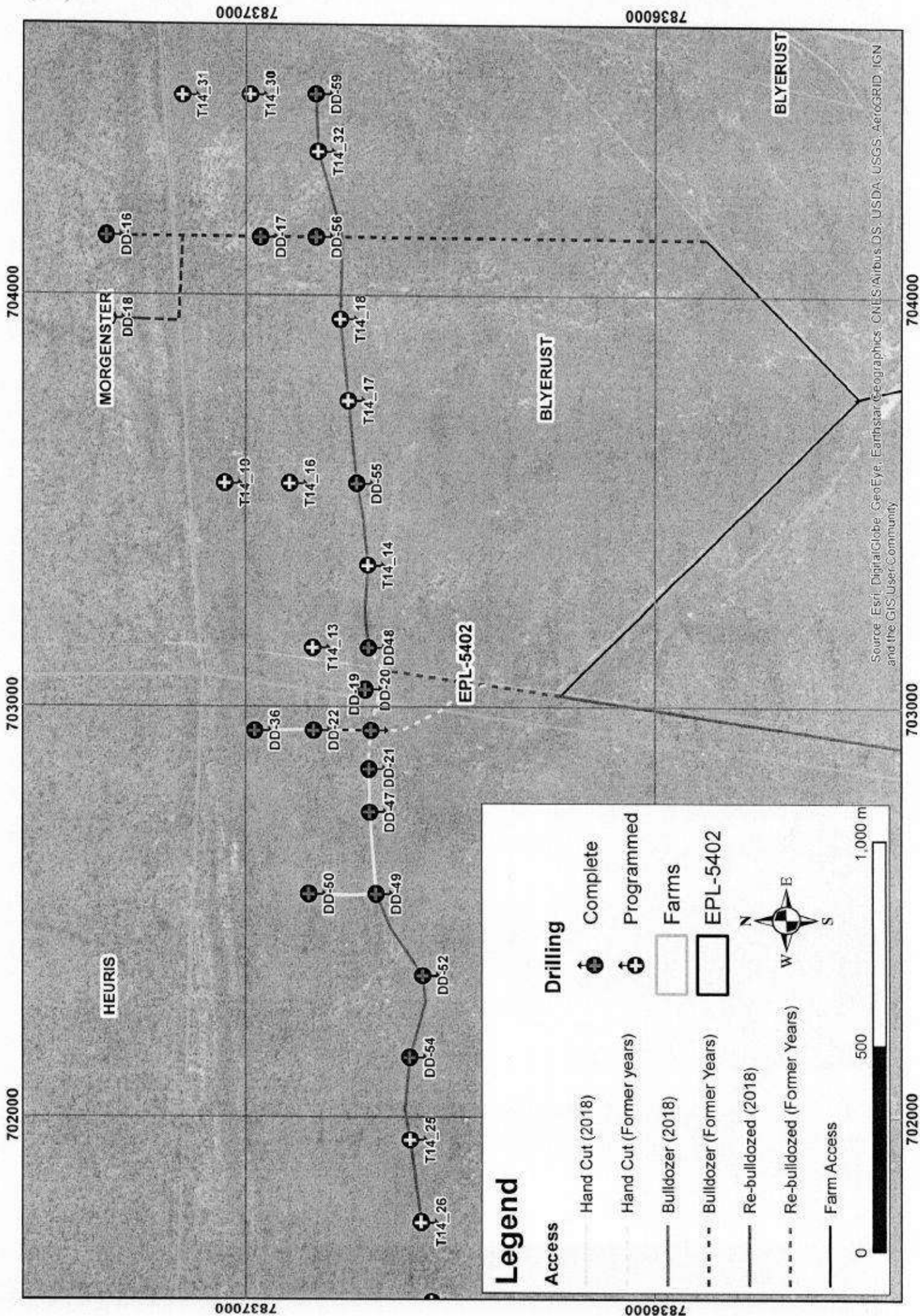
28/02/2019

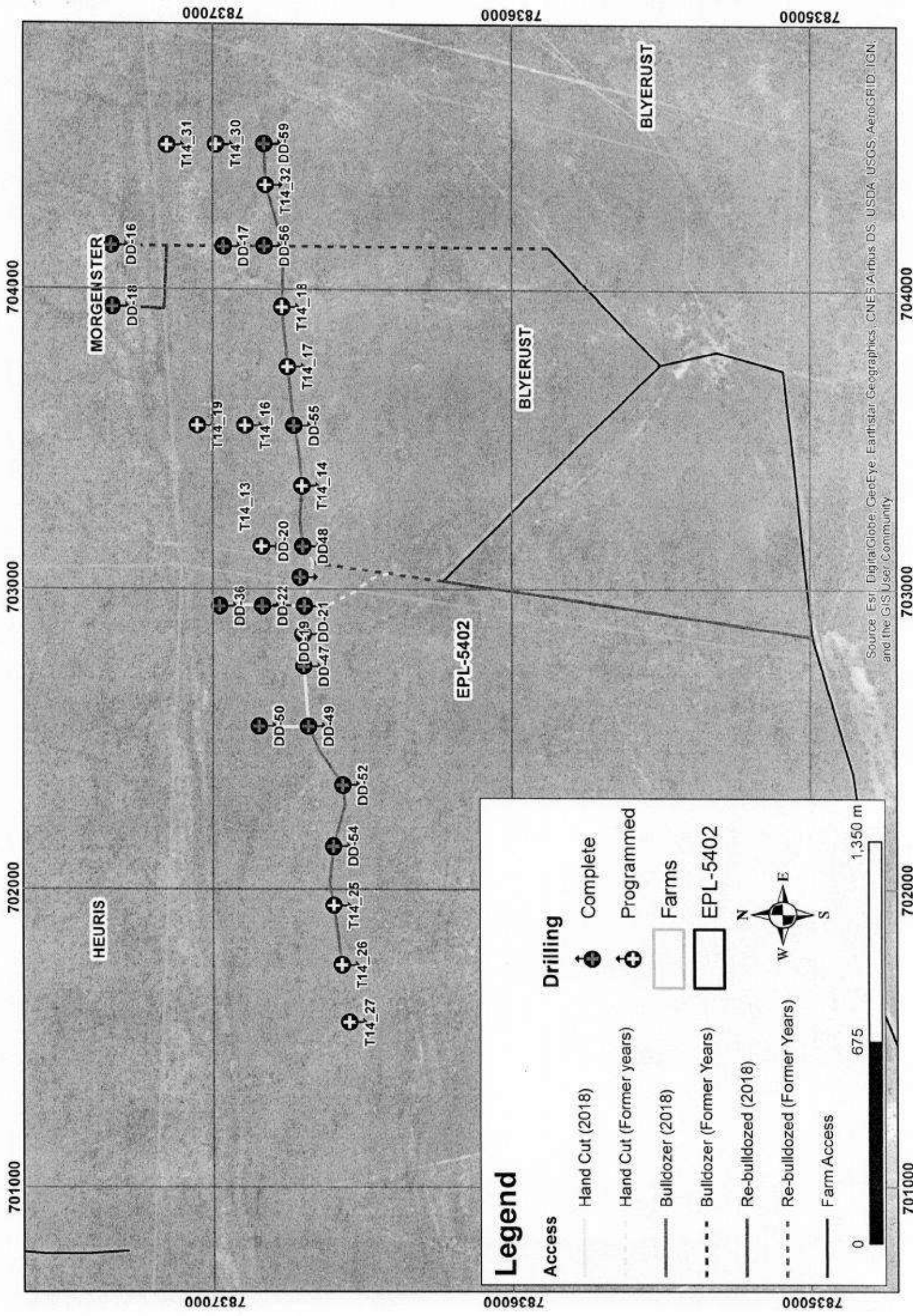
EPL 5402 - Drill-hole list - 2018

Drill-hole No.	X	Y	Z	Incl.	Azim.	Depth (m)
NAOTVDD0036	702942	7836977	1374	-55	180	308.19
NAOTVDD0037	689274	7830783	1430	-68	346.5	350.78
NAOTVDD0038	689370	7830810	1430	-60	346.5	317.68
NAOTVDD0039	689560	7830875	1430	-58	346.5	350.00
NAOTVDD0040	689371	7830805	1430	-71	346.5	338.68
NAOTVDD0041	689103	7830610	1430	-66	346.5	611.68
NAOTVDD0044	689188	7830709	1430	0	346.5	401.00
NAOTVDD0046	689208	7830630	1430	-68	346.5	614.68
NAOTVDD0047	702742	7836698	1380	-55	180	140.15
NAOTVDD0048	703142	7836700	1383	-55	180	116.17
NAOTVDD0049	702542	7836682	1384	-55	180	164.17
NAOTVDD0050	702542	7836846	1380	-55	180	260.17
NAOTVDD0051	689286	7830732	1428	-68	346.5	413.88
NAOTVDD0052	702344	7836568	1380	-55	180	116.19
NAOTVDD0053	688798	7830622	1427	-72	346.5	308.00
NAOTVDD0054	702143	7836600	1380	-55	180	179.34
NAOTVDD0055	703542	7836729	1391	-55	180	125.37
NAOTVDD0056	704140	7836829	1380	-55	180	200.40
NAOTVDD0058	688896	7830963	1430	-60	346.5	300.00
NAOTVDD0059	704484	7836830	1380	-55	180	179.25
NAOTVDD0060	688853	7831139	1430	-60	346.5	251.78
NAOTVDD0063	688811	7831314	1430	-60	346.5	311.78
NAOTVDD0064	688789	7831412	1430	-60	346.5	190.00









Source: Esri, DigitalGlobe, GeoEye, Earthstar Geographics, CNES/Airbus DS, USDA, USGS, AeroGRID, IGN, and the GIS User Community



EPL 5402 - DRILLING REHABILITATION REPORT December 2018



Environmental Report - Drilling Rehabilitation

- This report aims to show the access preparation and drill sites used for drilling in three phases: Before (untouched environment), during the execution (drilling works) and post-activities (removal of equipment, collection of fluids and greases as well as cleaning and rehabilitation of the site).
- For opening of accesses and sites, priority was given to places with less vegetation (bush), sparing the medium to large trees. Access tracks were opened manually where possible, in order to avoid use of machinery that could remove the fertile soil cover and generate irregularities in the natural terrain.
- The sites followed the standard requirements of the company, with demarcation of boundaries by barricading tape, bunding (plastic protection) under the rig to avoid contamination of the soil by oils and greases, toilet placed near the rig for use by the survey team, shady tent to lunch and rest.
- Products added to water to increase viscosity are biodegradable and non-contaminating. All return tanks (sumps) were closed, top grease material was collected and deposited at the Otavi waste disposal site.
- The recovery of vegetation will occur gradually and naturally, through grass seeds that are in the soil and should start from the arrival of the rainy season (December to February). Access tracks will be maintained for future exploration activities. It should be noted that all farmers are aware of the recovery methods used and are not opposed to these in any way.
- The owners were previously notified of the drilling activities, and according to the company's surface access agreement, they were compensated for the drill access tracks, the use of water for drilling, and the use of fire wood, water and permission to camp by the drilling team.
- Chemical toilets were used at the drilling and camping sites.
- Accidents: Zero

Drill hole site: **NAOTVDD0035**

BEFORE



Cleared drill site

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Access to drill site

Drill hole site: **NAOTVDD0036**

BEFORE

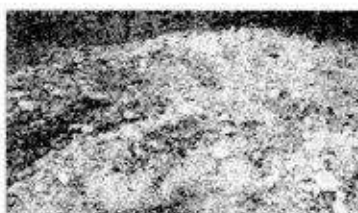


Natural vegetation surrounding drill site

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Drill rig in operation



Sumps

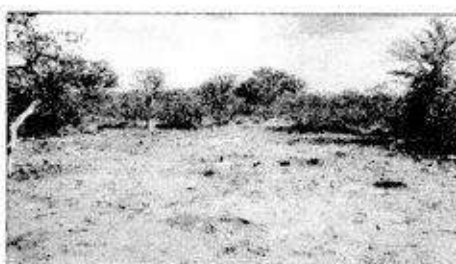
Drill hole site: **NAOTVDD0037**

BEFORE



Vegetation around drill site

AFTER



Post drilling - cleaned drill site

DURING



Drill rig in operation

Drill hole site: **NAOTVDD0038** and **NAOTVDD0040**

BEFORE



Vegetation around drill site

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Drill rig in operation



Greases and oils

Drill hole site: **NAOTVDD0039**

BEFORE

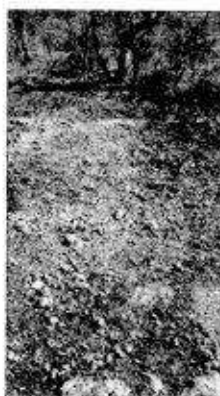


Vegetation and landscape of drill site

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Drill rig during operation

Drill hole site: **NAOTVDD0041**

BEFORE



Vegetation and landscape around drill site

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Drill rig and sumps

Drill hole site: **NAOTVDD0044**

BEFORE



Vegetation around drill site

AFTER



Post drilling - cleaned drill site

DURING



Drill rig preparation



Access to drill site



Closed sumps

Drill hole site: **NAOTVDD0046**

BEFORE



Post drilling - cleaned drill site

AFTER



Closed sumps

DURING



Drill rig and sumps

Drill hole site: **NAOTVDD0047**

BEFORE



Drill site prior drilling

AFTER



Post drilling - cleaned drill site



Capped drill hole

DURING



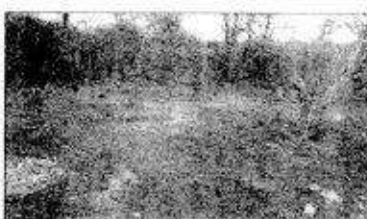
Drill rig and sumps

BEFORE



Vegetation and cleared drill site

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Drill rig in operation



Drill rig and sumps

Drill hole site: **NAOTVDD0049**

BEFORE

AFTER



Post drilling - cleaned drill site



Capped drill hole

DURING



Drill rig in operation



Drill rig and sumps

Drill hole site: **NAOTVDD0050**

BEFORE

AFTER



Post drilling - cleaned drill site

DURING

Drill hole site: **NAOTVDD0051**

BEFORE

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING

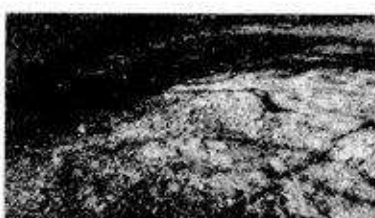
Drill hole site: **NAOTVDD0052**

BEFORE

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Drill rig in operation

Drill hole site: **NAOTVDD0053**

BEFORE

AFTER



Capped drill hole



Post drilling - cleaned drill site

DURING

Drill hole site: **NAOTVDD0054**

BEFORE

AFTER



Vegetation and area of drill site



Post drilling - cleaned drill site



Capped drill hole

DURING



Drill rig during operation



Drill rig and sumps

Drill hole site: **NAOTVDD0055**

BEFORE

AFTER



Post drilling - cleaned drill site



Capped drill hole

DURING



Drill rig and sumps

Drill hole site: **NAOTVDD0056**

BEFORE

AFTER



Drill site prior drilling



Post drilling - cleaned site



Capped drill hole

DURING



Drill rig in operation



Sumps

Drill hole site: **NAOTVDD0058**

BEFORE



Vegetation and cleared site

AFTER



Post drilling - cleaned drill site



Closed sumps

DURING



Drill rig and sumps

Drill hole site: **NAOTVDD0059**

BEFORE



Post drilling - cleaned drill site



Capped drill hole

DURING

Drill hole site: **NAOTVDD0060**

BEFORE



Post drilling - cleaned drill site

AFTER



Capped drill hole

DURING

Drill hole site: **NAOTVDD0063**

BEFORE



Post drilling - cleaned drill site

AFTER



Closed sump

DURING



Drill rig and site

Drill hole site: **NAOTVDD0064**

BEFORE



Vegetation and cleared site

AFTER



Post drilling - cleaned drill site



Closed sump

DURING

T13 Drill crew camp site - Kodo Drilling



Accommodation and camped-off area



Complete oil spill kit

T14 Drill crew camp site - Ferro Drilling



Shower and chemical toilet



Diesel bowser



Camp with storage container

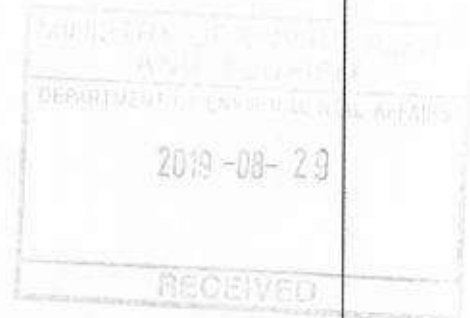
ENVIRONMENTAL REPORT (ER) (Prospecting Companies)

INSTRUCTIONS:

1. An Environmental Report shall be submitted to the Ministry of Environment and Tourism (MET) biannually. Jan to Jun and Jun to December: Please indicate:

01 January to 30 June 2019

2. This form shall be the minimum reporting format. Prospecting Companies are expected to attach a map of their prospecting area to this report. Prospecting Companies are welcome to attach any other information they like, such as copies of new agreements, letters of explanation, aerial photographs, or anything else of interest.
3. The map shall be used to indicate the following:
 - * areas where prospecting has taken place,
 - * roads or tracks made and/or used,
 - * houses and other infrastructure erected,
 - * excavations or other scars which have been rehabilitated,
 - * conflict areas, etc....
4. It is recommended (but not compulsory) that Prospecting Companies attach photographs to their report, which visually illustrate the activities described in their report.
5. Failure to submit an Environmental Report shall constitute a breach of the Environmental Contract, which could result in steps taken against the Prospecting Company.
6. All information contained in the Environmental Report shall be treated as confidential.
7. The Prospecting Company shall ensure that all the information recorded in the Environmental Report is, to their best knowledge, accurate and correct.



Completed Environmental Reports should be sent to :

The Permanent Secretary
Ministry of Environment and Tourism
Private Bag 13306
Windhoek

For Attention: Saima S. Angola

A. COMPANY DETAILS AND REPORTING PERIOD :

Name of Company: Votorantim Metals Namibia (Pty) Ltd

Address of Company: 9B South Port Office Park, Hosea Kutako Avenue, P O Box 97957, Maerua Park, Windhoek, Namibia

Tel: 061-221016 Fax number: 061-231083 E-mail: efreyer@iway.na

Name of person compiling report: E E Freyer

Reference number(s) of prospecting area / block / license: EPL 5402

Geographical location of area / block / license: Grootfontein District, Otjozondjupa Region

This report is for the period of : (tick the relevant box and fill in the year)

☒ January - June 2019☐ July - December ☐

Other (please specify)

B. POLLUTION AND WASTE

Has all domestic refuse (eg. Household waste, bottles, tins, paper, plastic, etc) been removed from the prospecting area ?

yes ☒ no ☐

If "yes" above, specify the site where such refuse has been deposited : Otavi municipal waste-dump

How often is refuse removed to the site mentioned above ? : every week ☐
every two weeks ☐
every three weeks ☐
once a month ☐
at irregular intervals ☒

If refuse has not been removed, where has it been dumped ? Otavi municipal waste disposal site

As far as litter is concerned, would you describe your prospecting area as :

Very clean ☒Reasonably clean ☐Filthy ☐

If your prospecting area is littered with refuse, please indicate how you intend cleaning it up:

Refuse and litter found in the areas that we work in is collected and removed to the municipal disposal site

Are toilets provided for all staff employed by the prospecting company : yes ☒ no ☐If "yes" above, are they : Flush toilets ☒ Chemical Toilets ☒ Pit Latrines ☐ Other ☐

If chemical toilets are used, how are old chemicals disposed of :

Deposited in evaporation ponds ☐Deposited in a municipal refuse dump ☒Buried on site ☐Other (specify) ☐

C. VEHICLES AND EARTHMOVING EQUIPMENT

Indicate the types and number of vehicles and earthmoving equipment used on site during the reporting period (tick box in front of the category of vehicles used and then fill in the next boxes to indicate numbers)

<input checked="" type="checkbox"/> Pick-up trucks ("bakkies"), either 2x4 or 4x4	How many in use	up to 4
<input checked="" type="checkbox"/> Lorries / trucks between 5 - 10 ton capacity	How many in use	up to 1
<input type="checkbox"/> Lorries / trucks larger than 10 ton capacity	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Bulldozer of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Road Grader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input type="checkbox"/> Front-end loader of any size	How many in use	<input type="checkbox"/> <input type="checkbox"/>
<input checked="" type="checkbox"/> Drilling machine of any type	How many in use	up to 1
<input type="checkbox"/> Other (specify)	How many in use	<input type="checkbox"/> <input type="checkbox"/>

D. ROADS AND TRACKS (In addition to ticking the following boxes, please draw roads/tracks made on an accompanying map in blue ink. Roads which have been rehabilitated (i.e. restored to their natural state) can be scratched out in red pen.

Have new roads or tracks been made during the reporting period? yes ☒ no ☐

If "yes" above, how long are these (in kilometres) ? 1.2km

If "yes" above are these still in use? yes ☒ no ☐

If "no" above have any of these roads or tracks been rehabilitated? yes ☐ no ☒

If "yes" above, how have you done such rehabilitation? : ripping ☐ raking ☒ sweeping ☐
☐ Other (specify): access tracks were left to rehabilitate naturally, others are still in use

If road / track rehabilitation has taken place, how many kilometres of roads or tracks have been rehabilitated? n/a

E. TRENCHES OR PITS: If new trenches or pits were made in the site / area during the reporting period, please indicate these by ticking the appropriate boxes AND by means of illustrating them on the same map described above. New pits or trenches made, should be numbered and drawn as a CIRCLE in blue ink, while pits or trenches which were rehabilitated during the reporting period should be scratched out in RED ink.

Have new trenches or pits been excavated in your area during the reporting period ? yes ☒ no ☐

If "yes" above, what are their approximate sizes or dimensions ? (in metres)

1. Trench / pit No.1 (AMT & IP): 1136 holes with dimensions : 0.2m length x 0.2m breadth x 0.2m depth
2. Trench / pit No.2: Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
3. Trench / pit No.3 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
4. Trench / pit No.4 : Size / dimensions : ☐ ☐ Cubic metres or ☐ length x ☐ breadth x ☐ depth
5.
6.

Were any holes/trenches rehabilitated during this period of reporting? yes ☒ (all holes) no ☐

F. INFRASTRUCTURAL DEVELOPMENT

Infrastructural Developments means any offices, houses, sheds, cement slabs, or other buildings or foundations for buildings. It also includes storage tanks (for water, fuel or other substances), temporary housing such as mobile homes & caravans, prefab units and tented camps. Please report on new construction or additions to buildings you reported on, in your previous Environmental Report.

Was any NEW infrastructure established during this period?		yes <input type="checkbox"/>	no <input checked="" type="checkbox"/>
If "yes" above, is this infrastructure:		Permanent <input type="checkbox"/>	Temporary <input type="checkbox"/> A combination <input type="checkbox"/>
Describe infrastructure by ticking boxes:		Offices <input type="checkbox"/>	Housing <input type="checkbox"/>
		Prefab structure <input type="checkbox"/>	Garages <input type="checkbox"/>
		Cement slabs <input type="checkbox"/>	Foundations <input type="checkbox"/>
			Sheds <input type="checkbox"/>
			Storage tanks <input type="checkbox"/>
			Other <input type="checkbox"/>
If "other", please specify: n/a			

G. BOREHOLES, SAMPLE HOLES OR OTHER DRILLING

This category includes holes drilled for water, for taking mineral or other samples, for setting explosives, for testing mineral quality, or any other purpose.

Were any holes drilled during this period ?		yes <input checked="" type="checkbox"/>	no <input type="checkbox"/>
If "yes", for which purpose were they drilled ?		Water <input type="checkbox"/>	depth <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> Quantity <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
		Sampling <input checked="" type="checkbox"/>	depths up to 386.52m Quantity 4
		Explosives <input type="checkbox"/>	depth <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> Quantity <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
Other <input type="checkbox"/> (specify)		total meterage: 1281.90 m	quantity: 4
List of borehole numbers and depths: see attached list of drillholes and drillhole details as well as drill-hole locality maps			

H. WATER

Your estimated monthly water consumption during this period was: 722 cubm

Water was obtained from :		River <input type="checkbox"/>	Borehole <input checked="" type="checkbox"/>	Dam <input type="checkbox"/>	Water Affairs <input type="checkbox"/>	Other <input type="checkbox"/>
Please estimate the percentage of water used for the following activities during this period:						
Human consumption	8	%				
Toilets	1	%				
Prospecting activities	<input type="checkbox"/> <input type="checkbox"/>	%				
Washing vehicles & equipment	1	%				
Dust control	<input type="checkbox"/> <input type="checkbox"/>	%				
Building activities	<input type="checkbox"/> <input type="checkbox"/>	%				
Gardens	<input type="checkbox"/> <input type="checkbox"/>	%				
Recreation	<input type="checkbox"/> <input type="checkbox"/>	%				
Other (Drilling)	90	%				

Were there any accidents which caused a loss of water? yes ☐ no ☒

If "yes", please give details

.....

.....

I. PROTECTION OF FAUNA AND FLORA

Please answer the following questions by ticking the appropriate boxes :

Question :	Yes	No	Unsure
Were any mammals, birds, reptiles or fish killed or wounded (purposefully or accidentally) in the prospecting site or area ?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Were any plants (excluding grasses) picked, damaged or removed ?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Was there any wood collecting in the area ? <i>fire-wood</i>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

J. RELATIONS WITH NEIGHBOURS, OFFICIALS AND/OR THE GENERAL PUBLIC

Were there any conflicts with neighbours, land-owners, Government Officials or the public during this period ? Yes ☐ No ☒

If "yes" above, what was the nature of these conflicts ? (tick boxes to provide answers)

People entered the prospecting area without permission or prior arrangement	<input type="checkbox"/>
Complaints about reduced access to water or other resources	<input type="checkbox"/>
Complaints about danger posed to livestock or wildlife	<input type="checkbox"/>
Allegations about stock-theft or poaching	<input type="checkbox"/>
Complaints about vehicle or equipment movement on access roads / tracks	<input type="checkbox"/>
Complaints about litter or other types of pollution (eg. noise, dust, etc.)	<input type="checkbox"/>
Complaints about the activities / actions of company staff	<input type="checkbox"/>
Allegations that the Company was not adhering to contracts / agreements	<input type="checkbox"/>
Allegations that the Company damaged property or installations	<input type="checkbox"/>
Allegations that gates were left open or unlocked	<input type="checkbox"/>
Other (specify).....	<input type="checkbox"/>

If conflicts arose, indicate how these were resolved ? (tick boxes)

Verbal agreement after discussions.....	<input type="checkbox"/>
Written agreement by special contract.....	<input type="checkbox"/>
Instructions to company staff to avoid conflicts.....	<input type="checkbox"/>
Company rectified its mistakes and undertook to avoid future wrong-doing....	<input type="checkbox"/>
Court action or other third party arbitration.....	<input type="checkbox"/>
Other (specify)	<input type="checkbox"/>
The conflicts remain unsolved.....	<input type="checkbox"/>

Any other comments or information :

See next page for more space for "additional comments"

Additional comments continued

The main exploration activity from April to June 2019 was core drilling.

All access tracks made (about 1.77 km) were made by the private landowner himself.

The 1.77 km access tracks in bush-encroached areas were opened up for drilling access.

The access tracks were made by hand (1770m), which left the soil undisturbed. This will allow bush to re-grow naturally in the 2019/20 rainy season from roots that were left unharmed.

About 1.77 km of these tracks are now available for productive use to the private land owner.

Some 1136 small holes were dug for (AMT & IP) electrodes and were closed after use.

Some 20.5 km cut-lines (1.0m wide) were cut for geophysical surveys (AMT & IP).

Attachments to this report:

1. A drill-hole list is appended that gives the exact location coordinates, drill-hole orientation and drill-hole depths of 4 core (diamond) drill-holes drilled (1281.90m).
2. Two maps are attached that show the target areas and locations of drill-holes at target T-13.
3. Drill-site Rehabilitation Report for 2018.

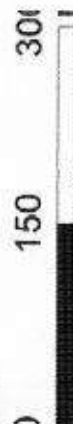
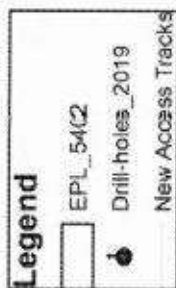
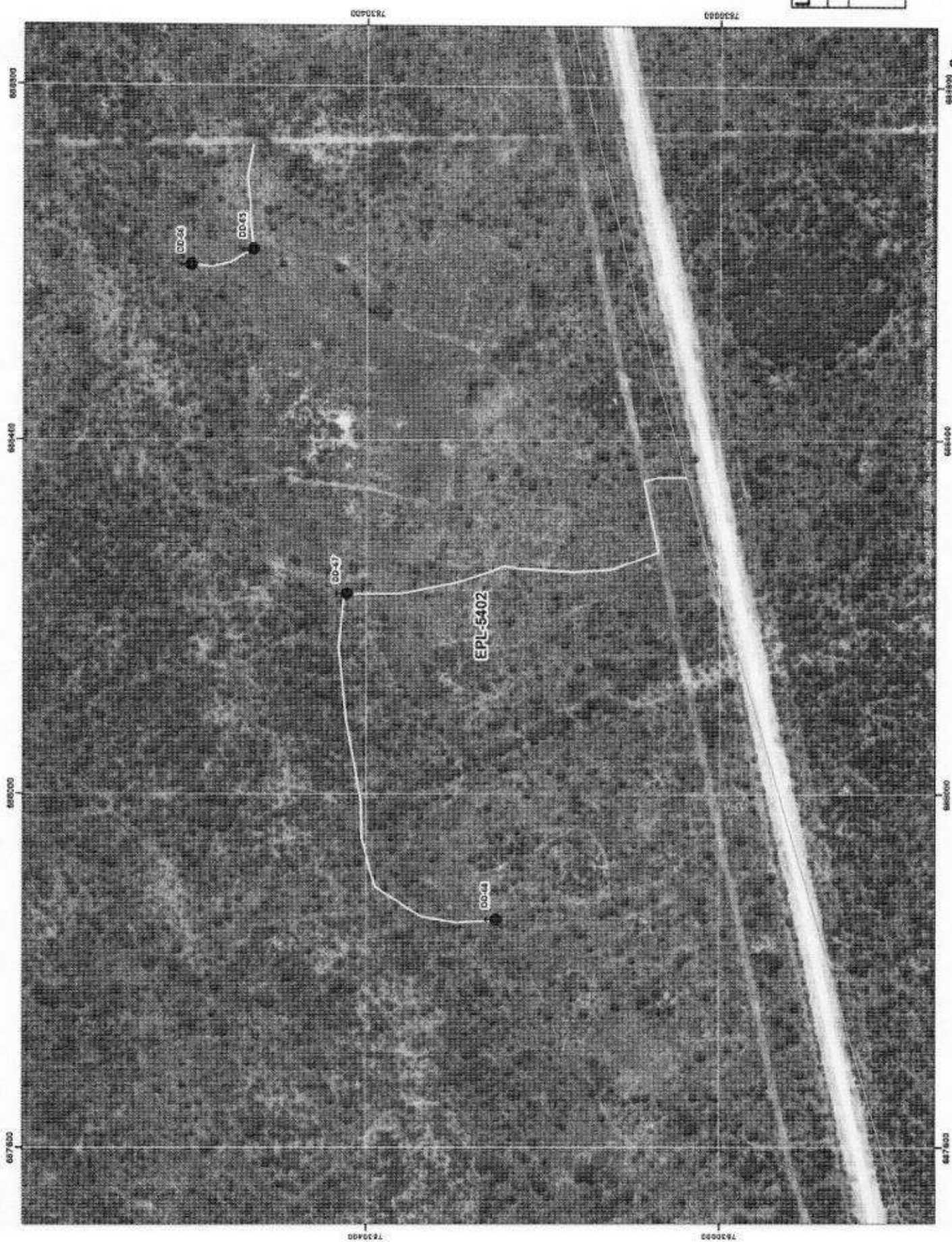
I declare that the information provided in this Environmental Report is, to the best of my knowledge, accurate and correct.

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Votorantim Metals Namibia (Pty) Ltd

Date

30/08/2019



EPL 5402

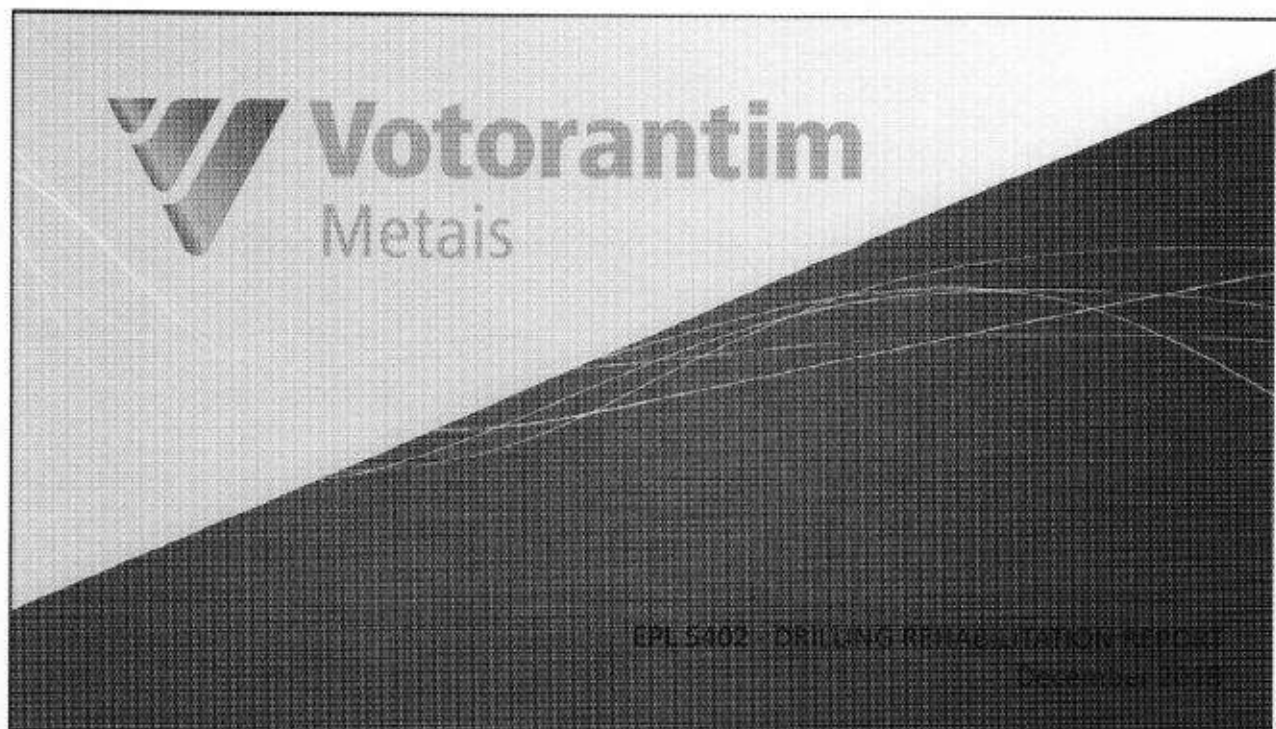
List of Core (Diamond) Drill-holes drilled between April and June 2019:

Hole-ID	Position	E*	N*	Elev.**	Azim.	Incl.	E.O.H.***	Line
NAOTVDD0065	T13_01	688612	7830527	1415m	346.5°	-60°	386.52m	L1000E
NAOTVDD0066		688594	7830599	1416m	346.5°	-60°	236.49m	L1000E
NAOTVDD0067	T13_02	688229	7830422	1418m	346.5°	-60°	341.47m	L600E
NAOTVDD0068	T13_03	687858	7830252	1418m	346.5°	-60°	317.42m	L200E

* UTM WGS84

** above mean sea level

*** End-of-hole (drilled depth)



Environmental Report - Drilling Rehabilitation

- This report aims to show the access preparation and drill sites used for drilling in three phases: Before (untouched environment), during the execution (drilling works) and post-activities (removal of equipment, collection of fluids and greases as well as cleaning and rehabilitation of the site).
- For opening of accesses and sites, priority was given to places with less vegetation (bush), sparing the medium to large trees. Access tracks were opened manually where possible, in order to avoid use of machinery that could remove the fertile soil cover and generate irregularities in the natural terrain.
- The sites followed the standard requirements of the company, with demarcation of boundaries by barricading tape, bunding (plastic protection) under the rig to avoid contamination of the soil by oils and greases, toilet placed near the rig for use by the survey team, shady tent to lunch and rest.
- Products added to water to increase viscosity are biodegradable and non-contaminating. All return tanks (sumps) were closed, top grease material was collected and deposited at the Otavi waste disposal site.
- The recovery of vegetation will occur gradually and naturally, through grass seeds that are in the soil and should start from the arrival of the rainy season (December to February). Access tracks will be maintained for future exploration activities. It should be noted that all farmers are aware of the recovery methods used and are not opposed to these in any way.
- The owners were previously notified of the drilling activities, and according to the company's surface access agreement, they were compensated for the drill access tracks, the of water for drilling, and the use of fire wood, water and permission to camp by the drilling team.
- Chemical toilets were used at the drilling and camping sites.
- Accidents: Zero

Drill-hole site: **NAOTVDD0035**

BEFORE



Cleared drill-site

AFTER



Post drilling - cleaned drill-site

DURING



Access to drill-site



Closed sumps

3

Drill-hole site: **NAOTVDD0036**

BEFORE



Natural vegetation surrounding drill-site

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING



Drill-rig in operation



Sumps

4

Drill-hole site: **NAOTVDD0037**

BEFORE



Vegetation around drill-site

AFTER



Post drilling - cleaned drill-site

DURING



Drill-rig in operation

Drill-hole site: **NAOTVDD0038** and **NAOTVDD0040**

BEFORE



Vegetation around drill-site

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING



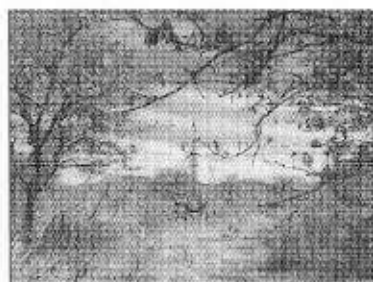
Drill-rig in operation



Greases and oils

Drill-hole site: **NAOTVDD0039**

BEFORE



Vegetation and landscape of drill-site

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING



Drill-rig during operation

Drill-hole site: **NAOTVDD0041**

BEFORE



Vegetation and landscape around drill-site

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING



Drill-rig and sumps

Drill-hole site: **NAOTVDD0044**

BEFORE



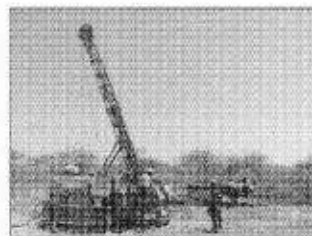
Vegetation around drill-site

AFTER



Post drilling - cleaned drill-site

DURING



Drill-rig preparation



Access to drill-site

9

Drill-hole site: **NAOTVDD0046**

BEFORE



Post drilling - cleaned drill-site



Closed sumps

DURING



Drill-rig and sumps

10

Drill-hole site: **NAOTVDD0047**

BEFORE



Drill-site prior drilling

AFTER



Post drilling - cleaned drill-site



Capped drill hole

DURING



Drill-rig and sumps

BEFORE



Vegetation and cleared drill site

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING



Drill-rig in operation



Drill-rig and sumps

12

Drill-hole site: **NAOTVDD0049**

BEFORE

AFTER



Post drilling - cleaned drill-site



Capped drill hole

DURING



Drill-rig in operation



Drill-rig and sumps

13

Drill-hole site: **NAOTVDD0050**

BEFORE

AFTER



Post drilling - cleaned drill-site

DURING

14

Drill-hole site: **NAOTVDD0051**

BEFORE

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING

15

Drill-hole site: **NAOTVDD0052**

BEFORE

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING



Drill-rig in operation

16

Drill-hole site: **NAOTVDD0053**

BEFORE

AFTER



Capped drill-hole



Post drilling - cleaned drill-site

DURING

17

Drill-hole site: **NAOTVDD0054**

BEFORE

AFTER



Vegetation and area of drill-site



Post drilling - cleaned drill-site



Capped drill-hole

DURING



Drill-rig during operation



Drill-rig and sumps

18

Drill-hole site: **NAOTVDD0055**

BEFORE

AFTER



Post drilling - cleaned drill-site



Capped drill-hole

DURING



Drill-rig and sumps

19

Drill-hole site: **NAOTVDD0056**

BEFORE

AFTER



Drill-site prior drilling



Post drilling - cleaned-site



Capped drill-hole

DURING



Drill-rig in operation



Sumps

20

Drill-hole site: **NAOTVDD0058**

BEFORE

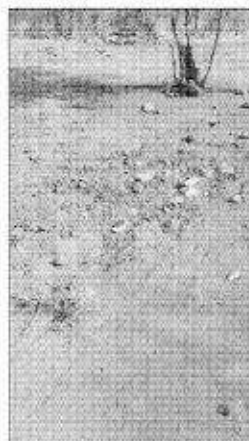


Vegetation and cleared site

AFTER



Post drilling - cleaned drill-site



Closed sumps

DURING



Drill-rig and sumps

21

Drill-hole site: **NAOTVDD0059**

BEFORE



Post drilling - cleaned drill-site

AFTER



Capped drill-hole

DURING

22

Drill-hole site: **NAOTVDD0060**

BEFORE

AFTER



Post drilling - cleaned drill-site



Capped drill-hole

DURING

23

Drill-hole site: **NAOTVDD0063**

BEFORE

AFTER



Post drilling - cleaned drill-site



Closed sump

DURING



Drill-rig and site

24

Drill-hole site: **NAOTVDD0064**

BEFORE



Vegetation and cleared site

AFTER



Post drilling - cleaned drill-site



Closed sump

DURING

25

T13 Drill-crew's camp-site - Kodo Drilling



Accommodation and camped-off area



Complete oil spill-kit

26

T14 Drill-crew's camp-site - Ferrodrill



Shower and chemical toilet



Diesel bowser



Camp with storage container