



REPUBLIC OF NAMIBIA

PRO-FORMA ENVIRONMENTAL CONTRACT

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

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

IT is hereby agreed as follows:

1. PARTIES.

The parties to this contract are: Mr Siegfried S. Hengari
(hereinafter referred to as the "Holder") being the holder of Non Exclusive Prospecting Licence/ Exclusive Prospecting Licence/ Reconnaissance License/ Mining Claim(s)/Mining License/ (delete those not applicable) 3353
no -----

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

duly represented by:

THE MINISTRY OF ENVIRONMENT & TOURISM (MET)
and THE MINISTRY OF MINES & ENERGY (MME)

on the other.

2. GENERAL OBLIGATIONS.

2.1 The provisions contained in this contract are in addition to and do not detract from any obligations which the Holder may have under the Minerals (Prospecting and Mining) Act, 1992 (the Act).

2.2 The Holder recognises that its prospecting / mining operations may have significant impacts on the environment. Accordingly the Holder undertakes that during the course of its operations it will take every practicable step necessary to ensure the mitigation of such impacts. In doing so it will liaise with the MET and MME as provided for in 3.3 and 4 below.

- 2.3 In particular the Holder will undertake necessary and adequate steps to ensure that environmental damage is reduced to a minimum and prevented, as is practicable.
- 2.4 Should the Holder not carry out its environmental obligations it shall be liable for the environmental damage that may result. In this regard the Government reserves the right to:
- 2.4.1 demand at any time financial or other guarantees to restore the environment or mitigate environmental damage which has, or which may occur, as a result of the Holder's activities;
 - 2.4.2 itself undertake such mitigatory or restorative measures and to recover the costs thereof from the Holder;
 - 2.4.3 claim compensation for environmental damage, which may have been brought about by the Holder's activities.
- 2.5 The Holder shall on completion or suspension of its operations, ensure that the impact on the environment is minimised and that every reasonable and practicable step is undertaken to ensure that the environment is left in a reasonable state. The provisions of clause 2.4 apply mutatis mutandis to environmental damage evident after prospecting; mining or other operations have been suspended or completed.
- 2.6 The Holder acknowledges that should it apply for a mining licence in consequence of its prospecting or other operations, it will have to comply with Namibia's National Environmental Assessment Policy (Directorate of Environmental Affairs, Jan, 1995) and that this will entail the carrying out of an Environmental Assessment (EA).

3. THE ENVIRONMENTAL CONDITIONS

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

4. COMPLIANCE AND NOTIFICATION

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

SIGNED AT Windhoek on this 03 day of September 2019

For the Holder: [Signature]
(Duly authorised thereto)

For the Government of Namibia: [Signature] 12.12.2019
Mr. E. Shivolo
MINING COMMISSIONER
Ministry of Mines and Energy

And

.....
Mr. Fredrick Mupoti Sikabongo
DEPUTY ENVIRONMENTAL COMMISSIONER
Ministry of Environment and Tourism



REPUBLIC OF NAMIBIA

**ENVIRONMENTAL QUESTIONNAIRE FOR
MINING CLAIMS IN NAMIBIA**

BEING APPENDIX A TO THE ENVIRONMENTAL CONTRACT

1. Background information

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

2. Holder details

2.1 Name of Holder	Siegfried S. Hengari	
2.2 Name of Claim Holder (if different from 2.1)	Siegfried S. Hengari	
2.3 Telephone, Fax , Cell phone and/ or E-mail	Tel: E-mail: 0812289122	Fax: Cell phone: 0812289122
2.4 Postal Address Residential/ Registered Address	P.O. Box 96378 Windhoek Erfo: 151, Eugene Marais Street, Erfo.	
2.5 Reference Number	NEPL no: 3353	Expiry: 19/03/2020
2.6 Registered No.(s)	69840-69843	
2.7 Location, district and Region of claim	State land, Omaruru / Erongo Region	

2.8 Minerals to be mined	Semi-precious Stones
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2.8 How many people will work on your claim, and where will they live?

Number of people	Where will the people live
Four	On Site

3. Environmental commitments

3.1 Pollution and Waste

3.1.1 What will you do with **normal litter** (e.g. Kitchen spoils, cans, bottles, paper, etc.)

It will be collected and disposed off properly at nearby Okombake dumpsite.

3.1.2 What **industrial waste** will be generated and what will you do with it (e.g. old machinery, vehicles, building rubble, batteries, paint, thinners, vehicle oil, etc.)

Reusables will be taken to auctions to be sold and others will be taken care of as indicated under 3.1.1

3.1.3 Describe what type of **toilet facilities** will be provided

He will build Pitlatrives

3.2 Vehicles, earthmoving equipment, drilling and blasting :

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

Vehicles: 1x JCB, 1x Tipper Truck.

Earthmoving equipment: N/A

Drilling equipment: 2x Jack hammers, 1x Compressor, 1x Big generator, 1x Drilling Machine

Other equipment or machinery: N/A

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

There are proper roads on site and our activities will not disturb the landscapes, flora and fauna in the surrounding areas. All finished pits will be closed after work.

5

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

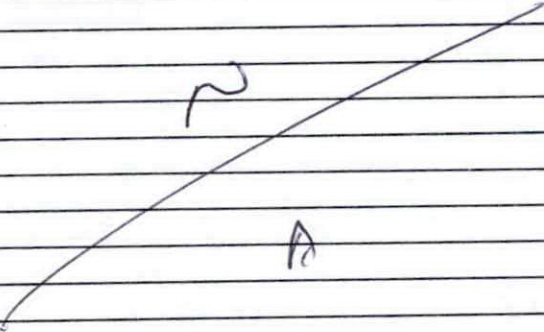
We will not create new roads and all vehicles will move on existing connections

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

The town of Omaruru is connected to the settlement of Okombake by a well maintained district gravel road and that will be our business route.

3.2.5 Will you do any blasting on your claim? Yes No Unsure

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



The diagram consists of a grid of horizontal lines. A diagonal line is drawn from the bottom-left towards the top-right. Above the diagonal line, there is a squiggle that looks like a '2' or a similar symbol. Below the diagonal line, there is a small triangle pointing downwards.

3.3 Water

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

Activity or category of use	Quantity of water needed per month (litres)	Water saving methods
Water for washing, drinking and cooking	450L	reducing the quantity to be used.
For machinery Tanks	200L	

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

Available community boreholes.

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

We will completely avoid littering of any nature

3.4 Relations with neighbouring communities and/or the general public

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

Yes No Unsure

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

B

3.6 Historical, archaeological and cultural heritage

(e.g. Rock art, graves, monuments, fossils, sacred sites, historical buildings, etc.)

3.6.1 Are there any historical, archaeological or culturally important sites within your claim area (tick one box) ?

Yes No Unsure

3.6.2 If "yes" above, please describe these briefly

3.6.3 If such sites are known, how will you avoid damaging them ?

3.6.4 If such sites are discovered after you have started working your claim, would you accept new conditions to this contract so that they can be properly protected ?

Yes No Unsure

3.7 Rehabilitation

3.7.1 When will you rehabilitate the environmental damage done during prospecting ? (tick appropriate box)

I have no intention of rehabilitating any damage
On a continuous basis (i.e. simultaneous with prospecting)
Only after all prospecting has finally been completed
Don't know

3.7.2 Describe the programme of mining from start and the methods to rehabilitate damage:

We will resume on a small scale by digging pits to see potential and all pits will be closed after work even if the pits have been useful for the period of time.

4. Existing Damage

Describe what environmental damage exists in your claim area now, in other words, damage caused by someone else before you began working on the claim. (where possible, provide evidence such as photo's, statements, etc.)

None to my knowledge at the moment.

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

A. Hengst
Claim Holder or Authorized
Representative

Windhoek
Place

03-09-2019
Date



REPUBLIC OF NAMIBIA

MINISTRY OF ENVIRONMENT AND TOURISM

Department of Environmental Affairs
Private Bag 13306, Windhoek
Tel. + 264 61 2842811; Fax. + 264 61 229936

Enquiries: Josafat K Hiwana
Josafat.hiwana@met.gov.na

18 December 2019

Siegfried S Hengari
P.O. Box 96378
Windhoek
Namibia

ENVIRONMENTAL CONTRACT FOR MINING CLAIM 69840-69843

Please study the **Environmental Conditions**, should you be satisfied with them, kindly initial each page and sign the last page.

Once you have done this, please return the original to me so that it can be counter-signed. Should you not agree with any of the environmental conditions, you are invited to propose modifications for us to consider.



ENVIRONMENTAL CONDITIONS FOR MINING CLAIM 69840-69843

1. Pollution and waste

1.1 No toxic or hazardous chemicals may be brought into the prospecting area or deposited thereon (this excludes the use of petrol & diesel as fuel).

1.2 All domestic refuse and industrial waste will be deposited in a designated municipal refuse dump at regular intervals, but at least once every three months. No refuse may be dumped or buried within the prospecting or surrounding area, except if the landowner has an own specific designated refuse site for this purpose. Dumping of refuse on this site shall be negotiated with the landowner. It is permissible to store refuse temporarily in containers until such time as they are ready for removal. During such temporary storage, all paper and plastic refuse should be incinerated to avoid wind-blown litter. All attempts should be made to keep the area clean.

1.3 Pit latrines (toilets) will be provided for, and used by, all staff. Non-specific shallow pits may be used for toilets where small groups of people (< five) are staying in an area for less than one week with approval of the landowner.

2. Vehicles and Earthmoving equipment

2.1 Vehicular movement shall be restricted to existing fence-lines, roads and tracks wherever possible. Where it is unavoidable that vehicles and machinery need to create new roads or tracks, these new access routes shall be carefully planned so as not to cause unnecessary environmental damage. In any event, no new road may be established without the prior approval of the landowner.

2.2 Any trenches where prospecting or mining has been completed, shall be systematically backfilled with overburden and topsoil, and the area rehabilitated to as near as possible a natural state.

2.3 Notwithstanding clause 2.1, during the reconnaissance and planning phase of exploration, off-road vehicle access is permitted to areas where tracks are sparse. Specifically this access is to define places to which tracks may at a later stage be constructed. Such access is subject to prior approval by the landowner.

3. Water

3.1 Water shall be used sparingly and all reasonable attempts will be made to avoid water wastage.

3.2 Water shall be used only for human consumption, washing and essential prospecting-related activities.

4. Protection of Fauna and Flora

4.1 No hunting wood or plant collecting shall be allowed within the prospecting or surrounding area. The collecting of dead wood for domestic use may only take place with the concurrence of the landowner.

4.2 Every effort shall be made avoid starting veld fires. Should a fire occur as a direct or indirect result of the companies' activities, the company/ claim holder shall make every reasonable effort to extinguish such fire.

4.3 The company/ claim holder shall provide written instructions to its entire staff and sub-contractors to this effect.

5. Interaction with neighbouring communities and / or tourists

5.1 The company/ claim holder shall maintain good relations with any surrounding communities, and shall not deny any person transit rights through the prospecting area. This condition is mainly relevant for prospecting activities on state lands.

6. Rehabilitation

- 6.1 The company/ claim holder shall ensure that sufficient funds are available to affect appropriate rehabilitation of environmental damage.
- 6.2 The company/ claim holder shall ensure that rehabilitation of exploration trenches / holes / pits will take place within 8 weeks of the completion of exploration at any site.
- 6.3 Under no circumstances, shall trenches / holes / pits be left in a state where their existence endangers human or animal life.

7. Monitoring and reporting

- 7.1 The company/ claim holder shall submit every six months an Environmental Report to the Ministry of Environment and Tourism according to the prescribed format.
- 7.2 Staff from the Ministry of Environment and Tourism and / or the Ministry of Mines and Energy may at any time inspect prospecting areas.

8. General

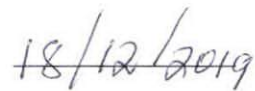
The conditions stated in this notification are in addition to and do not detract from any obligations which the prospecting company may have under the Minerals (Prospecting and Mining) Act, 1992 The Nature Conservation Ordinance (Ordinance 4 of 1975), or the attached Pro-Forma Environmental Contract including the Environmental Questionnaire for Prospecting in Namibia, being Appendix A.

We agree to abide by the Pro-Forma Environmental Contract and the Environmental Conditions.

For the Holder:
(Duly authorised thereto)



 Siegfried S Hengari



 Date

.....
 Fredrick Mupoti Sikabongo
DEPUTY ENVIRONMENTAL COMMISSIONER
 Ministry of Environment and Tourism

.....

 Date



Mining Claim (Claims)

Coordinates And Shape

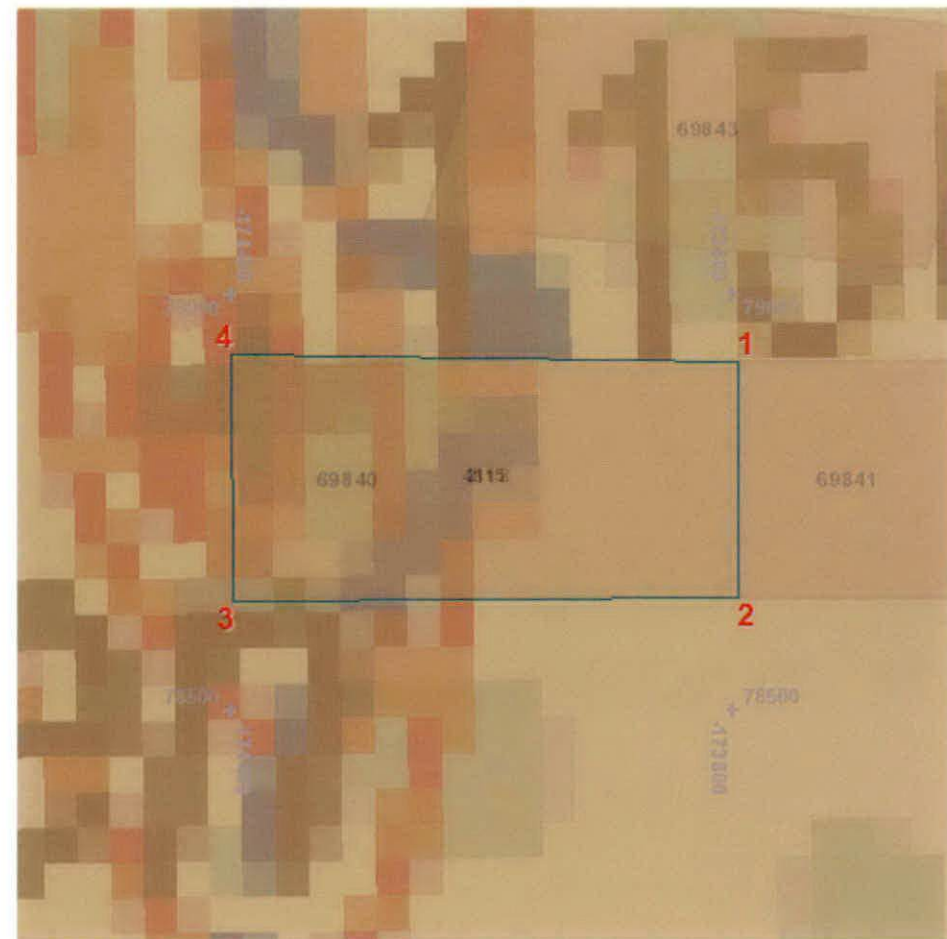
Coordinates

Official Area: 17.3912 Ha

Coordinate system: GCS Bessel 1841

	Latitude	Longitude
Part 1		
1	21° 16' 47.14" S	015° 19' 18.47" E
2	21° 16' 56.29" S	015° 19' 18.35" E
3	21° 16' 56.23" S	015° 18' 57.45" E
4	21° 16' 46.64" S	015° 18' 57.48" E

License Shape



MC-69840 (69840)

Active (Pending Renewal)

Mining Claim (Claims)

General

Jurisdiction:	Namibia Mines MIN	Application Date:	28 April 2016
Région:		Closure Date:	
Official Area:	17.3912 Ha	Expiry Date:	30 June 2019
Application Number:	Pre-Application_MC_712	Grant Date:	01 July 2016
Old License Code:		Last Renewal Date:	
Accounting Code:		Peg Date:	12 April 2016
Renewal Period:	0	Renewal Application Date:	
Commodities:	SPS		
Comment:			

Mining Claim (Claims)

Coordinates And Shape

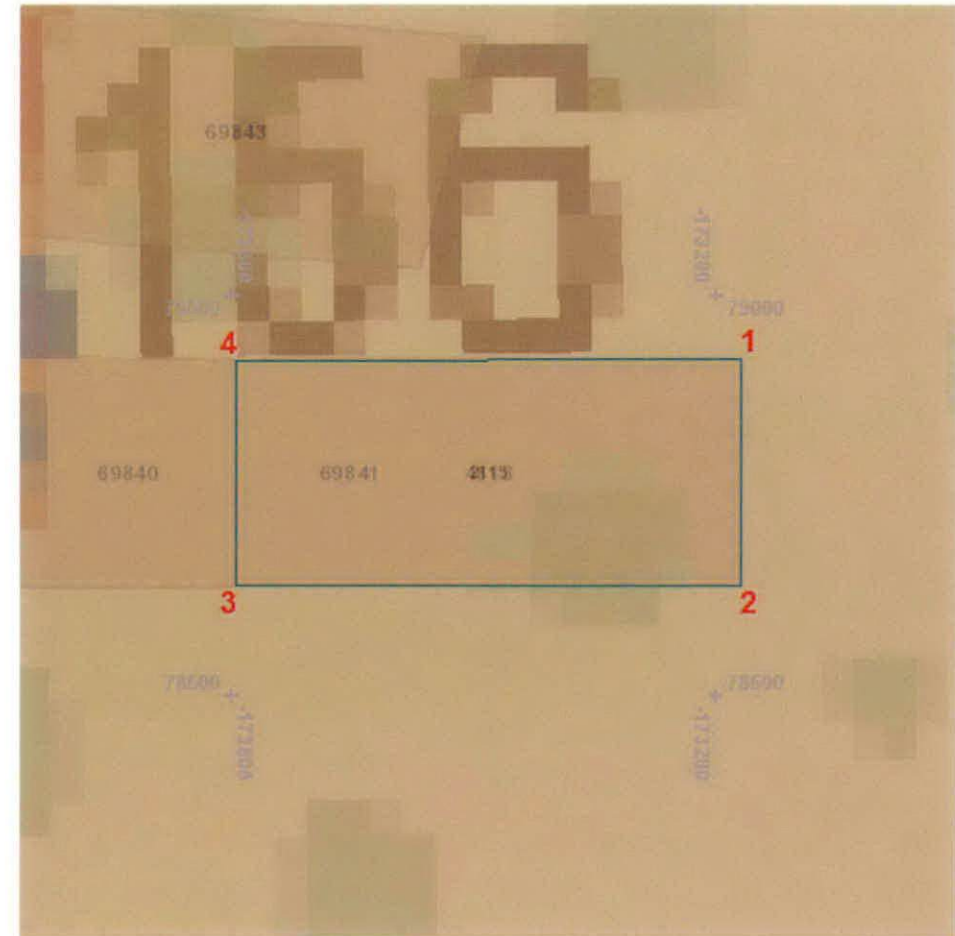
Coordinates

Official Area: 17.6123 Ha

Coordinate system: GCS Bessel 1841

	Latitude	Longitude
Part 1		
1	21° 16' 47.34" S	015° 19' 40.15" E
2	21° 16' 56.52" S	015° 19' 40.04" E
3	21° 16' 56.29" S	015° 19' 18.35" E
4	21° 16' 47.14" S	015° 19' 18.47" E

License Shape



MC-69841 (69841)

Active (Pending Renewal)

Mining Claim (Claims)

General

Jurisdiction:	Namibia Mines MIN	Application Date:	28 April 2016
Region:		Closure Date:	
Official Area:	17.6123 Ha	Expiry Date:	29 June 2019
Application Number:	Pre-Application_MC_713	Grant Date:	30 June 2016
Old License Code:		Last Renewal Date:	
Accounting Code:		Peg Date:	12 April 2016
Renewal Period:	0	Renewal Application Date:	
Commodities:	SPS		
Comment:			

Mining Claim (Claims)

Coordinates And Shape

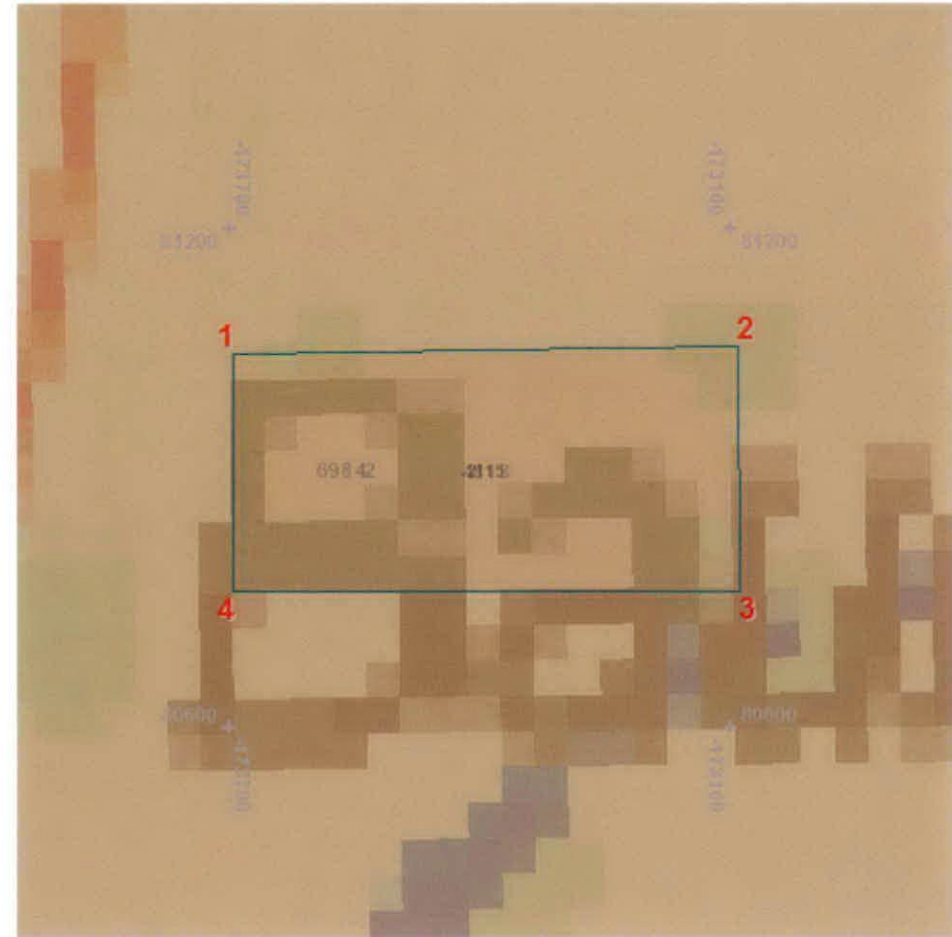
Coordinates

Official Area: 17.4689 Ha

Coordinate system: GCS Bessel 1841

	Latitude	Longitude
Part 1		
1	21° 15' 38.01" S	015° 19' 22.80" E
2	21° 15' 37.99" S	015° 19' 43.73" E
3	21° 15' 47.51" S	015° 19' 43.70" E
4	21° 15' 47.29" S	015° 19' 22.69" E

License Shape



MC-69842 (69842)

Active (Pending Renewal)

Mining Claim (Claims)

General

Jurisdiction:	Namibia Mines MIN	Application Date:	28 April 2016
Region:		Closure Date:	
Official Area:	17.4689 Ha	Expiry Date:	29 June 2019
Application Number:	Pre-Application_MC_714	Grant Date:	30 June 2016
Old License Code:		Last Renewal Date:	
Accounting Code:		Peg Date:	12 April 2016
Renewal Period:	0	Renewal Application Date:	
Commodities:	SPS		
Comment:			

Mining Claim (Claims)

Coordinates And Shape

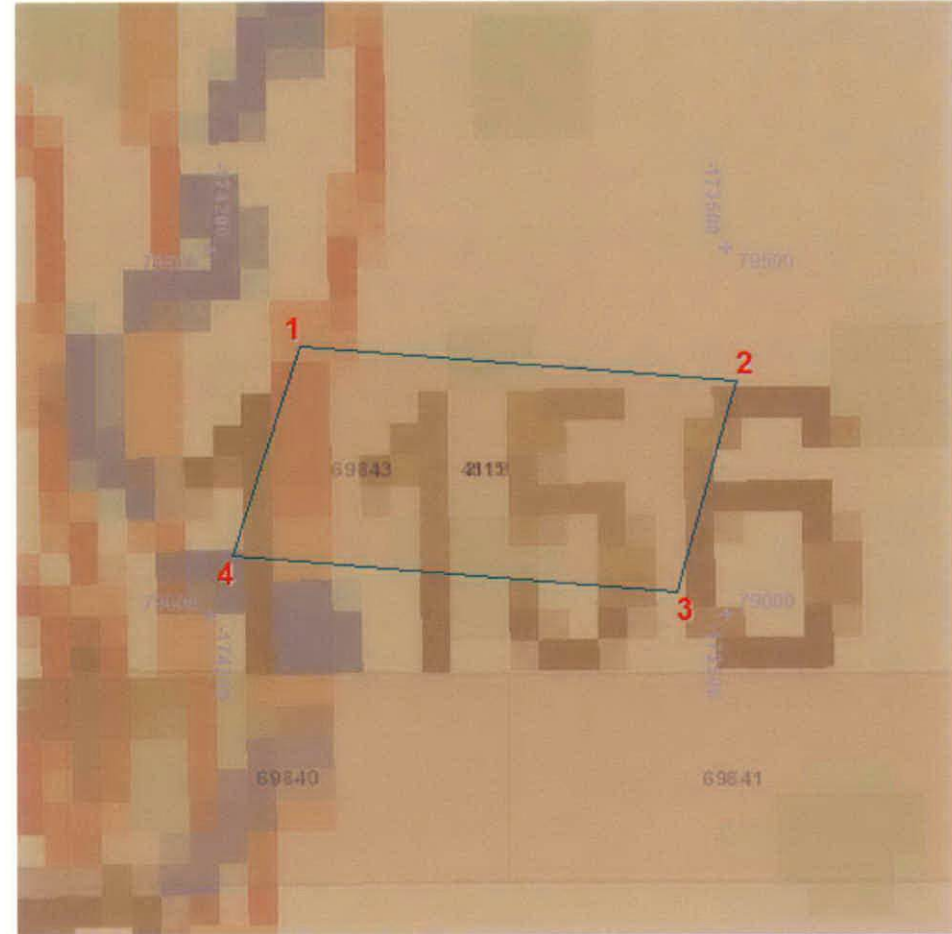
Coordinates

Official Area: 17.5009 Ha

Coordinate system: GCS Bessel 1841

	Latitude	Longitude
Part 1		
1	21° 16' 32.46" S	015° 19' 08.78" E
2	21° 16' 34.25" S	015° 19' 29.32" E
3	21° 16' 43.54" S	015° 19' 26.42" E
4	21° 16' 41.67" S	015° 19' 05.49" E

License Shape



MC-69843 (69843)

Active (Pending Renewal)

Mining Claim (Claims)

General

Jurisdiction:	Namibia Mines MIN	Application Date:	28 April 2016
Region:		Closure Date:	
Official Area:	17.5009 Ha	Expiry Date:	29 June 2019
Application Number:	Pre-Application_MC_715	Grant Date:	30 June 2016
Old License Code:		Last Renewal Date:	
Accounting Code:		Peg Date:	12 April 2016
Renewal Period:	0	Renewal Application Date:	
Commodities:	SPS		
Comment:			

9

✓	
✓	
✓	
NO	YES

Change in Particulars of Accredited Agent
 Change in Corporate Particulars
 Change in Personal Particulars

Indicate the attachment of any of the following forms:

IMPORTANT NOTE: Details of any change in personal of corporate particulars, or particulars relating to an accredited agent, must be provided in terms of Section 41(1)(j) of the Act and attached to this application.

If the answer is "NO" to any of the questions, please submit an explanation for the failure to comply with the requirements of the mentioned sections of the Act:

✓	
✓	
✓	
✓	
✓	
YES	NO

Are mining operations ongoing as per section 31(1)(a)?
 Are all monthly reports submitted as per section 45(1)(d)?
 Are all annual reports submitted as per section 45(1)(e)?
 Are all claim fees paid as per section 123(1)(b)?
 Has a landowner's agreement be entered into per section 52(1)(a)?

Reference: 14/2/11/21: 3353
 Full name of applicant: **SIEGFRIED STEIN HENGARI**
 Postal Address: **P.O. BOX 96378 MINDHOCK**
 Residential/Registered Address: **EFFISI, EUGENE MARAIS STREET ERAS, MINDHOCK**
 Contact Details: Telephone Home: **N/A** Telephone Work: **N/A**
 Fax: **N/A** Cell phone: **0812289122** Email: **N/A**

Receipt No: **5085830**
 Date entered in FLEXI: **30-04-2019**
APPLICATION FOR THE RENEWAL OF THE REGISTRATION OF MINING CLAIMS
 (Required in terms of Section 38 of Act 33 of 1992)

MINISTRY OF MINES AND ENERGY



Handwritten signature and date: 29/4/19