

PRO-FORMA ENVIRONMENTAL CONTRACT

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

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

IT is hereby agreed as follows:

1. PARTIES.

THE MINISTRY OF ENVIRONMENT FORESTRY & TOURISM (MEFT) 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 MEFT and MME as provided for in 3.3 and 4 below.

- 2.3 In particular the Holder will undertake necessary and adequate steps to ensure that environmental damage is reduced to a minimum and prevented insofar, as is practicable.
- 2.4 Should the Holder not carry out its environmental obligations it shall be liable for the environmental damage 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 muutatis 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 MEFT 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 renegotiate 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 MEFT 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.

SIGNEÇ	OAT <u>Windhock</u> on this	day of July zozo
F (For the Holder: Maungu 1. (duly authorised thereto)	Pekuha
f	For the Government of Namibia:	Mr. Timoteus Mufeti Environmental Commissioner Ministry of Environment, Forestry and Tourism

and

Mr. E. Shivolo

Mining Commissioner
Ministry of Mines and Energy



MINISTRY OF ENVIRONMENT AND TOURISM

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

Enquiries: Mwaka Lushetile mwaka.lushetile@met.gov.na

14 June 2019

Maungu Tuapukauka Pekaha P.O. Box 2134 Otjiwarongo Namibia

ENVIRONMENTAL CONTRACT FOR MINING CLAIM 71302

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.

Thank you,

Fredrick Mupoti Sikabongo

DEPUTY ENVIRONMENTAL COMMISSIONER

ENVIRONMENTAL CONDITIONS FOR MINING CLAIM 71302

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 Not withstanding 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 prospectingrelated 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)

M.T. Pekaha Maungu Tuapukauka Pekaha

Fredrick Mupoti Sikabongo

DEPUTY ENVIRONMENTAL COMMISSIONER

Ministry of Environment and Tourism



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	Maunguit. Pelcaha
2.2	Name of Claim Holder (if different from 2.1)	Maungu. T. Pekaha
2.3	Telephone, Fax, Cell phone and/or E-mail	Tel:
2.4	Postal Address	Box 2134
	Residential/ Registered Address	Officerongo Ert 20, A. Muhanikua str Opuw
2.5	Reference Number	NEPL no: 8331 Expiry:
2.6	Registered No.(s)	
2.7	Location, district and Region of claim	Swartbooi drift Opuwo Kynene Region
Ь		()



2.8 Minerals to be mined Blue sodalite
2.8 How many people will work on your claim, and where will they live?
Number of people Where will the people live
10 Campsite near claim
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.)
Collect in plastic bags and burn out.
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.)
None
3.1.3 Describe what type of toilet facilities will be provided
Moveable toilels

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: - Mercodes-Bons truck.
Toyota pick-up; Mazda pick-up.
Earthmoving equipment:
A.
None
Drilling equipment:
3 Compressors
Other equipment or machinery:
Generator and welding machine
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)
Minimal damage
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3.2.3	How will you control the movement of vehicles and machinery in order to minimise Environmental damage?
R. On	by move it recessary
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).
Q'	scisting toads.
3.2.5	Will you do any blasting on your claim? Yes No U Unsure U
3.2.6	If "yes" above, explain how you intend minimising environmental impacts, including the safety of humans, livestock and wildlife ?
	NA

3.3 V	Na	ıte	r
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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.

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Activity or	Quantity of water	Water saving methods						
category of use	needed per month							
	(litres)							
111	48-							
Human Consumpt	en 3000 1fr	water tanks.						
<u> </u>								
		•						
3.3.2 Where will you get	your water (e.g. river, o	own borehole, water affairs connection, etc)						
		<u></u>						
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		,						
3.3.3 Explain how you will minimise or completely avoid polluting any water source, including								
underground water.								
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		<u> </u>						
2.4 Dolotions with m	oiahhaurina aan	mities and/on the general						
3.4 Relations with no	EIRUDOULIUS COMMA	<u>mities and/or the general public</u>						
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.								
<u> </u>								
L N/H								
I		4						



3.4.3 If "yes" in (3.4. 1) explain what you will do to maintain a good relationship with such people.
N/A
3.4.4 Will the activities on your claim restrict the movement of other people in the area?
(e.g. the general public, tourists, farmers, local people, etc.)
Yes No Unsure
3.4.5 If "yes" for 3.4.4. please explain why their movements or access will be restricted
N/A
 3.5 Protection of plants and wildlife 3.5.1 How will you ensure that your activities will not cause unnecessary damage to plants and wildlife in or near your claim (e.g. hunting, plant collecting, fishing, etc.) ?
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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
10 H
3.6.3 If such sites are known, how will you avoid damaging them?.
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NOTITY the relevant outhorises it
Notify the relevant outhorities if such sites are known for discovered
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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 U
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:

Open	Cast v	nining	and	the	holes	will be
filled	after	exau	ation	con	Arneou	sly

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.)

Some	hotes	diagre	64	previous	miner
are s	tell o	1			
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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.

Claim Holder or Authorized Representative

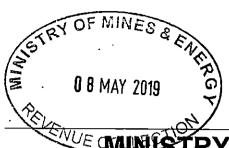
Windhoek 07 May 2019 Place Date

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REPUBLIC OF NAMIBIA

MINISTRY OF MINES AND ENERGY

APPLICATION FOR THE REGISTRATION OF MINING CLAIM/S (NATURAL PERSON)		
Required in terms of section 33 of the Minerals (Prospecting and Mining) Act, 1992		
(Act 33 of 1992, hereinafter "the Act") PLEASE NOTE THAT SECTION 25 OF THE ACT PROVIDES THAT ONLY NATURAL PERSONS WHO ARE NAMIBIAN CITIZENS MAY PEG MINING CLAIMS		
Receipt No.:	Registered No(s):	
5082883	71300	
Date entered in FLEXI and by whom:	Comments by Drawing Office:	
08.05.19		
Full Names: Maungy Tuapulante Petaha		
Nationality: Name Lien Date of Birth: 1967-02-02		
Passport Number: 80' NIA I.D. Number: \$61022700197		
Postal Address: Box 2134 Officerongo		
Residential Address: Opuso Erf 201 Angelika Muharukua		
Tel No (h):	Tel No (w):	
Fax No:	Cell phone: :081 7896942	
In the case of a Namibian citizen who is not resident in Namibia and who is required to be represented by an approved accredited agent (in terms of section 121(1) of the Act), details of the approved accredited agent must be given on the prescribed form.		
In the case of a person who has been convicted of an offence by a court of law in respect of which the person was sentenced to imprisonment, whether suspended or not, without the option of a fine, please give details on a separate sheet.		
Current Non-Exclusive Prospecting Licence No: 8331 Valid until: 67/10/2017		
Current Exclusive Prospecting Licence No:		

IC- (71302)

lining Claim (Claims)

oordinates And Shape

oordinates

fficial Area: 17.7758 Ha
oordinate system: GCS Bessel 1841

	Latitude	Longitude
1		
1	17º 20' 55.39" S	013° 48' 07.81" E
2	17° 20' 57.15" S	013° 48' 25.38" E
3	17º 21' 08.15" S	013° 48' 24.68" E
4	17º 21' 06.39" S	013º 48' 06.88" E

License Shape

