

ENVIRONMENTAL SCOPING ASSESSMENT (ESA) FOR THE PROPOSED MINERAL EXPLORATION ACTIVITIES ON EXCLUSIVE PROSPECTING LICENCES (EPLs) No. 4404 & 4405 LOCATED NORTHEAST OF OKAHANDJA IN THE OTJOZONDJUPA/OMAHEKE, NAMIBIA

ENVIRONMENTAL ASSESSMENT – FINAL

ECC REFERENCE No.: APP-002706

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EXECUTIVE SUMMARY

Gazania Investment Four Hundred and Twenty-Three (Pty) Ltd (The Proponent), intends to conduct prospecting and exploration activities on the Exclusive Prospecting Licenses (EPLs) No. 4404 & 4405 located near Okahandja in the Omaheke and Otjozondjupa Regions, respectively. Both licenses tenured from 11 June 2010 to 20 November 2020. A renewal application for the EPLs has been lodged. The prospective commodities for the EPLs include Base and Rare Metals, Industrial Minerals, Precious Metals, Precious Stones and Semi-Precious Stones. EPLs 4404 & 4405 are located about 172.38 km and 84.22 km northeast of Okahandja, respectively; and cover and combined surface are of 198 624.8175 ha.

According to Section 27 (1) of the Environmental Management Act (EMA), No. 7 of 2007, the proposed prospecting and exploration activities are among listed activities that may not be undertaken without an ECC under the Environmental Impact Assessment (EIA) Regulations. Subsequently, to ensure that the proposed activity is compliant with the national environmental legislation, the Proponent, appointed an independent environmental consultant, Excel Dynamic Solutions (Pty) Ltd to undertake the required Environmental Assessment (EA) process and apply for the ECC on their behalf.

The application for the ECC was compiled and submitted to the Ministry of Environment, Forestry & Tourism (MEFT), as a custodian for project registration. Upon submission of an Environmental Scoping Assessment (ESA) Report and Draft Environmental Management Plan (EMP), an ECC for the proposed project may be considered by the Environmental Commissioner at the MEFT's Department of Environmental Affairs and Forestry (DEAF).

Brief Project Description

Planned Activities: Planned Activities: Proposed Exploration

The Proponent intends to adopt a systematic prospecting and exploration approach of the following:

1. Non-invasive Technique:

• **Desktop Study: Geological mapping**: This includes the review of geological maps of the area and on-site ground traverses and observations and an update where relevant, of the information obtained during previous geological studies of the area.

- Lithology geochemical surveys: Rock and soil samples may be collected and taken for analytical chemistry laboratories to determine the target commodity content. Soil samples consist of small pits (±20cm X 20cm X 30cm) where 1kg samples can be extracted and sieved to collect 50g of material for submission to a laboratory.
- Geophysical surveys: This will entail data collection of the substrata (in most cases service of a ground geophysical contractor will be sourced), using sensors such as radar, magnetic and electromagnetic techniques to detect underground mineralization. Ground geophysical surveys be conducted by geophysical technicians with handheld instruments.

The Proponent, is therefore, required to ensure that the affected parties are consulted before the commencement of the ground surveys, during the prospecting phase of the proposed project.

2. Invasive Technique

Detailed Exploration Drilling: Should the soil and/or the geophysical results be positive, drilling activities will commence and drill samples will be collected for further analysis. This will determine the grade and volume of the potential mineralization. Two widely used drilling options may be adopted, these are the Reverse Circulation (RC) drilling and/or diamond-core drilling. RC drilling uses a pneumatic hammer, which drives a rotating tungsten-steel bit. The technique produces an uncontaminated large volume sample, comprised of rock chips. It is relatively quicker and cheaper when compared to other techniques like Diamond Drilling. However, diamond drilling may also be considered for this exploration programme, during advanced stages of exploration if large amounts of sample material may be required for analysis and to perform processing trials.

The drilling site will consist of a drill-rig, drill core and geological samples store and a drill equipment parking and maintenance yard (including a fuel and lubricants storage facility).

The Proponent is required to ensure that the affected parties are consulted before any exploration work commences within the EPLs and the mitigation measures stipulated in the Environmental Management Plan (EMP) must be adhered too.

Public Consultation

Regulation 21 of the EIA Regulations details the steps to be taken during a public consultation process and these have been used in guiding this process. The public consultation process assisted the Environmental Consultant in identifying all potential impacts and aided in the process of identifying possible mitigation measures and alternatives to certain project activities. The communication with I&APs about the proposed prospecting and exploration activities was done through the following means and in this order to ensure that the public is notified and are provided an opportunity to comment on the proposed project:

- A Background Information Document (BID) containing brief information about the proposed facility was compiled and emailed to relevant identified Interested and Affected Parties (I&APs) and new registered I&APs, upon request.
- Project Environmental Assessment notices were published in The Namibian newspaper (04 February 2021 and 11 February 2021) and New Era (04 February 2021 and 11 February 2021), briefly explaining the activity and its locality, inviting members of the public to register as I&APs and submit their comments/concerns.
- Public notices were placed at frequented places in Hochfeld settlement to inform members of the public of the EIA process and register as I&APs, as well as submit comments.
- A public meeting was scheduled and held on 20 February 2021 in Hochfeld at 11:00, and two more public meetings were on 13 March 2021 in Hochfeld (11;00) and Summerdown (15:00).
- The issue and concerns raised during the meetings and site visit assessment/observation formed the basis for the ESA Report and EMP.

Potential Impacts identified

The following potential impacts are anticipated:

- Positive impacts: Socio-economic development through employment creation (primary, secondary, and tertiary employment) and skills transfer; opens up other investment opportunities and infrastructure-related development benefits; produces a trained workforce and small businesses that can service communities and may initiate related businesses; boosts the local economic growth and regional economic development and; increased support for local businesses through the procurement of consumable items such as Personal Protective Equipment (PPE), machinery spare parts, lubricants, etc.
- Negative impacts: Physical land/soil disturbance; Impact on local biodiversity (fauna and flora); habitat disturbance and potential illegal wildlife in the area; potential impact on water resources and soils particularly due to pollution; air quality issue: potential dust generated from the project; potential occupational health and safety risks, vehicular traffic safety and impact on services infrastructure such as local roads, vibrations and noise associated with drilling activities may be a nuisance to locals; environmental pollution (solid waste and wastewater) and potential social nuisance and conflicts (theft, damage to properties, etc.).

The potential negative impacts were assessed, and mitigation measures were provided accordingly.

CONCLUSIONS AND RECOMMENDATIONS

Conclusions

The potential impacts that are anticipated from the proposed project activities were identified, described, and assessed. For the significant adverse (negative) impacts with medium project-related rating, appropriate management and mitigation measures were recommended for implementation by the Proponent, and all project-related employees.

The public was consulted as required by the EMA and its 2012 EIA Regulations (Section 21 to 24). This was done via the two newspapers (New Era and The Namibian) used for this environmental assessment. A consultation through face-to-face meeting with I&APs in Hochfeld and Summerdown was conducted, whereby the I&APs raised comments and concerns on the proposed project activities.

The issues and concerns received on the 20 February 2021 and 13 March 2021, together with the site visit assessment formed the basis of this Report and the Draft EMP. The issues raised were addressed and incorporated into this Report whereby mitigation measures have been provided

thereof to avoid and/or minimize their significance on the environmental and social components. Most of the potential impacts were found to be of medium rating significance. With the effective implementation the recommended management and mitigation measures, this will particularly see the reduction in the significance of adverse impacts that cannot be avoided completely (from medium rating to low). To maintain the desirable rating, the implementation of management and mitigation measures should be monitored by the Proponent directly, or their Environmental Control Officer (ECO) is highly recommended. The monitoring of this implementation will not only be done to reduce the impacts' rating or maintain low rating but also to ensure that all potential impacts identified in this study and other impacts that might arise during the implementation are properly identified in time and addressed right away too.

It is vital for the Proponent and their contractors to effectively implement the recommended management and mitigation measures to protect both the biophysical and social environment throughout the project duration. All these would be done with the aim of promoting environmental sustainability while ensuring a smooth and harmonious existence and purpose of the project activities in the community and environment at large. However, if an ECC is to be issued, the ECC should be issued on a condition that the provided management measures and action plans are effectively implemented on site and monitored. Most importantly, monitoring of the environmental components described in the impact assessment chapter should be conducted by the Proponent and applicable Competent Authority. This is to ensure that all potential impacts identified in this study and other impacts that might arise during the exploration are properly identified in time and addressed. Lastly, should the ECC be issued, the Proponent will be expected to be compliant with the ECC conditions as well as legal requirements governing the mineral exploration and related activities, including;

- Furnishing the MEFT and MME with an environmental report every six (6) months
- Carrying out and submission of an annual Environmental Audit to the MEFT and MME

Recommendations

The Environmental Consultant is confident that the potential negative impacts associated with the proposed project activities can be managed and mitigated by the effective implementation of the recommended management and mitigation measures and with more effort and commitment put on monitoring the implementation of these measures.

It is therefore, recommended that the proposed prospecting and exploration activities be granted an ECC, and provided that:

- All the management and mitigation measures provided herein are effectively and progressively implemented.
- All required permits, Licenses and approvals for the proposed activities should be obtained as required. These include permits and Licenses for land use access agreements to prospect and explore and ensuring compliance with these specific legal requirements.
- The Proponent and all their project workers or contractors comply with the legal requirements governing their project and its associated activities and ensure that project permits and or approvals required to undertake specific site activities are obtained and renewed as stipulated by the issuing authorities.
- Site areas where exploration activities have ceased are rehabilitated, as far as practicable, to their pre-exploration state.
- Environmental Compliance monitoring reports should be compiled and submitted to the DEAF (MEFT / DEAF).

Disclaimer

EDS warrants that the findings and conclusion contained herein were accomplished in accordance with the methodologies set forth in the Scope of Work and Environmental Management Act (EMA) of 2007. These methodologies are described as representing good customary practice for conducting an Environmental Impact Assessment of a property for the purpose of identifying recognized environmental conditions. There is a possibility that even with the proper application of these methodologies there may exist on the subject property conditions that could not be identified within the scope of the assessment, or which were not reasonably identifiable from the available information. The Consultant believes that the information obtained from the record review and during the public consultation processes concerning the proposed exploration work is reliable. However, the Consultant cannot and does not warrant or guarantee that the information provided by the other sources is accurate or complete. The conclusions and findings set forth in this report are strictly limited in time and scope to the date of the evaluations. No other warranties are implied or expressed.

Some of the information provided in this report is based upon personal interviews, and research of available documents, records, and maps held by the appropriate government and private

agencies. This report is subject to the limitations of historical documentation, availability, and accuracy of pertinent records, and the personal recollections of those persons contacted.

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Appendix C: Curricula Vitae (CV) for the Environmental Assessment Practitioner (EAP)

Appendix D: List of Interested and Affected Parties (I&APs)

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Appendix I: Meeting minutes & Attendance registers

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Abbreviation	Meaning
AMSL	Above Mean Sea Level
BID	Background Information Document
CV	Curriculum Vitae

LIST OF ABBREVIATIONS

Department of Environmental Affairs
Environmental Assessment
Environmental Assessment Practitioner
Environmental Clearance Certificate
Excel Dynamic Solutions
Environmental Scoping Assessment
Environmental Management Act
Environmental Management Plan
Exclusive Prospecting Licences
Government Gazette
Government Notice
Interested and Affected Parties
Ministry of Environment, Forestry and Tourism
Ministry of Mines and Energy
Personal Protective Equipment
Regulation
Section
Terms of Reference

DEFINITION OF TERMS

Alternative	A possible course of action, in place of another that would meet								
	the sa	me pur	pos	e and ne	ed of	the propos	al.		
Baseline	Work	done	to	collect	and	interpret	information	on	the
	condit	ion/trer	nds d	of the exi	sting	environme	nt.		

Dissipation	
Biophysical	That part of the environment that does not originate with human
	activities (e.g. biological, physical and chemical processes).
Cumulative	In relation to an activity, means the impact of an activity that it
Impacts/Effects	may not be significant but may become significant when added
Assessment	to the existing and potential impacts eventuating from similar or
	diverse activities or undertakings in the area.
Decision-maker	The person(s) entrusted with the responsibility for allocating
	resources or granting approval to a proposal.
Ecological Processes	Processes which play an essential part in maintaining ecosystem
	integrity. Four fundamental ecological processes are the cycling
	of water, the cycling of nutrients, the flow of energy and biological
	diversity (as an expression of evolution).
Environment	As defined in Environmental Management Act - the complex of
	natural and anthropogenic factors and elements that are mutually
	interrelated and affect the ecological equilibrium and the quality
	of life, including – (a) the natural environment that is land, water
	and air; all organic and inorganic matter and living organisms and
	(b) the human environment that is the landscape and natural,
	cultural, historical, aesthetic, economic and social heritage and
	values.
Environmental	As defined in the EIA Regulations (Section 8(j)), a plan that
Management Plan	describes how activities that may have significant environments
	effects are to be mitigated, controlled and monitored.
Exclusive Prospecting	Is a License that confers exclusive mineral prospecting rights
Licence	over land of up to 1000 km ² in size for an initial period of three
	years, renewable twice for a maximum of two years at a time.

Interested and Affected	In relation to the assessment of a listed activity includes - (a) any
Party (I&AP)	person, group of persons or organization interested in or affected
Faily (IGAF)	
	by an activity; and (b) any organ of state that may have
	jurisdiction over any aspect of the activity. Mitigate - practical
	measures to reduce adverse impacts. Proponent – as defined in
	the Environmental Management Act, a person who proposes to
	undertake a listed activity. Significant impact - means an impact
	that by its magnitude, duration, intensity or probability of
	occurrence may have a notable effect on one or more aspects of
	the environment.
Fauna	All of the animals found in a given area.
Flora	All of the plants found in a given area.
Mitigation	The purposeful implementation of decisions or activities that are
	designed to reduce the undesirable impacts of a proposed action
	on the affected environment.
Monitoring	Activity involving repeated observation, according to a pre-
	determined schedule, of one or more elements of the
	environment to detect their characteristics (status and trends).
Nomadic Pastoralism	Nomadic pastoralists live in societies in which the husbandry of
	grazing animals is viewed as an ideal way of making a living and
	the regular movement of all or part of the society is considered a
	normal and natural part of life. Pastoral nomadism is commonly
	found where climatic conditions produce seasonal pastures but
	cannot support sustained agriculture.
Proponent	Organization (private or public sector) or individual intending to
•	implement a development proposal.
Public	A range of techniques that can be used to inform, consult or
Consultation/Involvement	interact with stakeholders affected by the proposed activities.
Protected Area	Refers to a protected area that is proclaimed in the Government
	Gazette
	according to the Nature Conservation Ordinance number 4 of
	1975, as amended

Scoping	An early and open activity to identify the impacts that are most	
	likely to be significant and require specialized investigation	
	during the EIA work. Can, also be used to identify alternative	
	project designs/sites to be assessed, obtain local knowledge of	
	site and surroundings and prepare a plan for public involvement.	
	The results of scoping are frequently used to prepare a Terms of	
	Reference for the specialized input into full EIA.	
Terms of Reference (ToR)	Written requirements governing full EIA input and	
	implementation, consultations to be held, data to be produced	
	and form/contents of the EIA report. Often produced as an output	
	from scoping.	

1. INTRODUCTION

1.1 Project Background

Gazania Investment Four Hundred and Twenty-Three (Pty) Ltd (The Proponent), intends to conduct prospecting and exploration activities on the Exclusive Prospecting Licenses (EPLs) No.4404 & 4405 located near Okahandja in the Omaheke and Otjozondjupa Regions (**Figure 1**), respectively. Both licenses tenured from 11 June 2010 to 20 November 2020. A renewal application for the EPLs has been lodged.

The prospective commodities for the EPLs include Base and Rare Metals, Industrial Minerals, Precious Metals, Precious Stones and Semi-Precious Stones. EPLs 4404 & 4405 are located about 172.38 km and 84.22 km northeast of Okahandja, respectively; and cover and combined surface are of 198 624.8175 ha.

Section 27 (1) of the Environmental Management Act (EMA) (No. 7 of 2007) and its 2012 Environmental Impact Assessment (EIA) Regulations, provides a list of activities that may not be carried out without an Environmental Impact Assessment (EIA) undertaken and an ECC obtained. Prospecting and exploration activities are listed among activities that may not occur without an ECC. Therefore, individuals or organizations may not carry out exploration activities without an EIA undertaken and an ECC awarded.

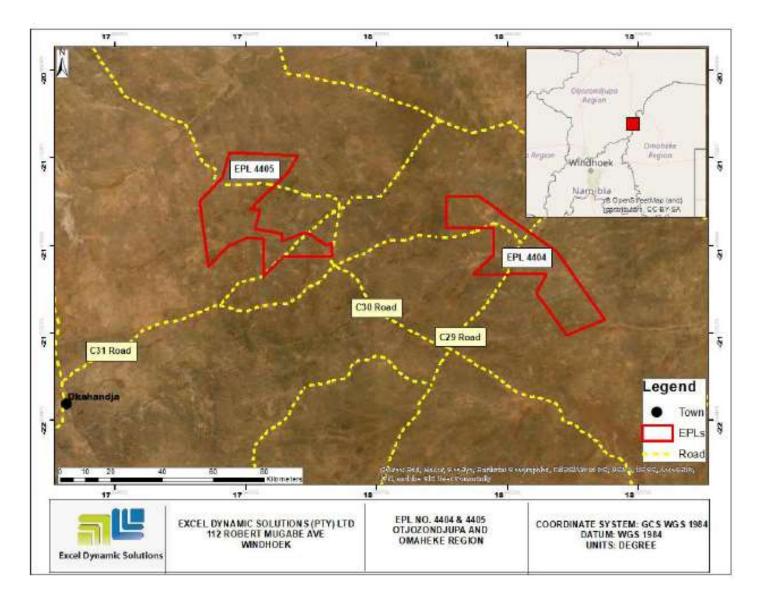


Figure 1: Location of the EPLs No. 4404 & 4405 near Okahandja in the Otjozondjupa Region

EPLs No. 4404-4405

1.2 Terms of Reference, Scope of Works and Appointed of an Environmental Assessment Practitioner

Excel Dynamic Solutions (Pty) Ltd (EDS) has been appointed by the Proponent to undertake an environmental assessment (EA), and thereafter, apply for an ECC for exploration work on the EPLs. There were no formal Terms of Reference (ToR) provided to EDS by the Proponent. The consultant, instead, relied on the requirements of the Environmental Management Act (No. 7 of 2007) (EMA) and its Environmental Impact Assessment (EIA) Regulations (GN. No. 30 of 2012) to conduct the study.

The application for the ECC was compiled and submitted to the Ministry of Environment, Forestry and Tourism (MEFT), the environmental custodian for project registration purposes. Upon submission of an Environmental Scoping Assessment (ESA) Report and Draft Environmental Management Plan (EMP), an ECC for the proposed project might be considered by the Environmental Commissioner at the MEFT's Department of Environmental Affairs and Forestry (DEAF).

The EIA project is headed by Mr. Nerson Tjelos. The consultation process and reporting were done by Mr. Silas David, and reviewed by Ms. Rose Mtuleni. EAP CV is presented in **Appendix C**.

1.3 Motivation for the Proposed Project

The mining industry is one of the largest contributors to the Namibian economy. It contributes to the improvement of livelihoods. In Namibia, exploration for minerals is undertaken mainly by the private sector. Mineral exploration has great potential to enhance and contribute to the development of other sectors, and its activities provide temporary employment, as well as taxes that fund social infrastructural development. The minerals sector yields foreign exchange and account for a significant portion of gross domestic product (GDP). Additionally, the industry produces a trained workforce and small businesses that can serve communities and may initiate related businesses. Exploration activities fosters several associated activities such as manufacturing of exploration and mining equipment, and provision of engineering and environmental services.

The mining sector forms a vital part of some of Namibia's development plans, namely: Vision 2030, National Development Plan 5 (NDP5) and the Harambee Prosperity Plans (HPPs) I and II. Mining of minerals locally is essential to the developmental goals of Namibia in aim of contributing to the ever-increasing global demand for minerals, and for national prosperity. Therefore, successful prospective and exploration on EPLs 4404-4405 would lead to the mining of the target commodity, which could contribute towards achieving the goals of the national development plans.

2. PROJECT DESCRIPTION: PROPOSED EXPLORATION ACTIVITY

Prospecting and exploration of minerals are the first components of any potential mining related project. This is done to acquire the necessary data required for further decision making and investment options. These activities are anticipated to last for about three years once an ECC has been issued. The exploration process includes three phases - prospecting, exploration, and the decommissioning of works.

2.1 Prospecting Phase

2.1.1 Desktop Study: Geological mapping

This mainly entails a desktop review of geological area maps; study of previous historical geological and mineral exploration works by previous prospectors around the vicinity of the EPLs area and attempts to re-evaluate and/or reinterpret these results.

2.1.2 Geophysical surveys

Geophysical surveys entail data collection of the substrate by air or ground, through sensors such as radar, magnetic and/or electromagnetic sensors, to detect and ascertain any mineralization in the area. Ground geophysical surveys shall be conducted, where necessary, using vehiclemounted sensors or handheld sensors, while in the case of air surveys, the sensors are mounted to an aircraft, which navigates over the target area.

2.1.3 Lithology geochemical surveys

Rock and soil samples are collected and taken for trace element analysis by analytical chemistry laboratories, to determine if sufficient amounts of the target commodities are present. Additionally,

trenches or pits may be dug, depending on the commodity (in a controlled environment e.g., fencing off and labelling activity sites), to further investigate the mineral potential.

Soil sampling entails digging of small pits, where 1kg samples can be extracted and sieved to collect about 50g of material. As necessary, and to ensure adequate risk mitigation, all major excavations will be closed immediately after obtaining the needed samples, or the sites will be secured until the trenches or pits are closed. Where necessary, the landowner and other relevant stakeholders will be engaged to obtain authorization.

The Proponent, is therefore required to ensure that affected parties are consulted before the prospecting phase commences within the EPLs. The Proponent should obtain written consent to conduct prospecting work from the affected parties.

2.2 Exploration (Drilling, Sampling and Analysis) Phase

The selection of the potential mineralization model and exploration targets is based on the local geology, trenching, drilling, and assay results of the samples collected. The planned exploration activities are aimed at delineating the mineral deposits and to determine whether the deposits are economically feasible mining resources.

2.2.1 Detailed Exploration Drilling

Should analyses by an analytical laboratory yield positive results, holes are drilled, and drill samples collected for further analysis. This will determine the depth of the potential mineralization. If necessary new access tracks to the drill sites will be created and drill pads in which to set the rig, will be cleared. Two widely used drilling options may be adopted, these are the Reverse Circulation (RC) drilling and/or Diamond (Core) drilling.

RC drilling uses a pneumatic hammer, which drives a rotating tungsten-steel bit. The technique produces an uncontaminated large volume sample, which is composed of rock chips. It is relatively quicker and cheaper when compared to other techniques like Diamond Drilling. However, diamond drilling may also be considered for this exploration programme, during advanced stages of exploration, if large amounts of sample material may be required for analysis and to perform processing trials.

The Proponent is required to ensure the affected parties are consulted before any exploration activities commences within EPLs 4404-4405.

2.3 Other aspects of the proposed exploration operations include:

2.3.1 Accessibility to Site

The EPLs 4404 and 4405 are located about 172.38 km and 84.22 km northeast of Okahandja, respectively. EPL 4404 is accessible via the C31 route from Okahandja and the C29 route from Otjinene. EPL 4405 is accessible via the C30 road, which leads northeast from Gobabis.

2.3.2 Material and Equipment

The input required for the exploration program in terms of vehicles and equipment includes; two

(4X4) vehicles, a truck, water tanks, drill rigs, and drilling machines, and a power generator. Equipment and vehicles will be stored at a designated area near the accommodation site or a storage site established within the EPLs area.

2.3.3 Services and Infrastructure

Water: Water for the exploration operations on the EPLs will be obtained from the nearest existing

boreholes and/or off-site Okahandja municipal source or any other approved water sources, through water abstraction permits. Estimated monthly water consumptions are at +- 5000 liters, which includes water for drinking, sanitation, cooking, dust control, as well as washing equipment.

Power supply: Power required during the operation phase will be provided from diesel generators. About 300 litres of diesel will be used per day, a bunded diesel bowser which will be on site, will be filled 2 - 3 times a week by a diesel bowser. Upon discovery of mineable resources, arrangements will be made with NamPower and/or local municipal sources for the possible supply of electricity for mining activities.

2.3.4 Waste Management

The site will be equipped with secured waste bins for each type of waste (i.e., general and hazardous). Depending on the amount generated, waste will be sorted and collected as often as necessary and taken to the nearest certified landfill site. An agreement will need to be reached with different waste management facility operators/owners and authorization or permits will be obtained prior to utilizing these facilities, in the case of production of any hazardous waste.

Sanitation and human waste: Mobile chemical ablution facilities will be provided on-site. The wastewater will be transported offsite to the treatment facility either by the designated/appointed external waste management contractor.

Hazardous waste: Drip trays and spill control kits will be available on site to ensure that oil/fuel spills and leaks from vehicles and equipment are captured on time and contained correctly before polluting the site.

2.3.5 Health and safety

The Proponent should ensure that adequate and appropriate Personal Protective Equipment (PPE) is provided to every project personnel while working on site.

A minimum of three first aid kits will be readily available on site to attend to potential minor injuries.

2.3.6 Safety and Security

Storage Site: Temporary storage areas for exploration material, equipment and machinery will be required at the campsite and/or exploration sites. Security will be supplied on a 24-hour basis at the delegated sites for storage. A temporary support fence will be constructed around the storage site to ensure animals are not put at risk.

Fire management: A minimum of basic firefighting equipment, i.e., three fire extinguishers will be readily available in vehicles, at the working sites and camps.

2.3.7 Accommodation

The exploration crew will be accommodated in Okahandja, or a campsite will be set up for the exploration crew near the exploration sites. If the accommodation camp is to be set up on a farm, necessary arrangements will be made with the farm owner/s. Exploration activities will take place during daytime only and staff will commute to exploration site(s) from their place of accommodation.

2.4 Decommissioning and Rehabilitation Phase

Once the exploration activities on the EPLs come to an end, the Proponent will need to put site rehabilitation measures in place. Decommissioning and rehabilitation are primarily reinforced through a decommissioning and rehabilitation plan, which consists of safety, health, environmental, and contingency aspects. An unfavorable economic situation or unconvincing exploration results might force the Proponent to cease the exploration program before predicted

closure. Therefore, it is of best practice for the Proponent to ensure the project activities cease in an environmentally friendly manner and site is rehabilitated.

3. PROJECT ALTENATIVES

Alternatives are defined as the "*different means of meeting the general purpose and requirements of the activity*" (EMA, 2007). This section will highlight the different ways in which the project can be undertaken and to identify the alternative that will be the most practical, but least damaging to the environment is identified.

Once the alternatives have been established, these are examined by asking the following three questions:

- What alternatives are technically and economically feasible?
- What are the environmental effects associated with the feasible alternatives?
- What is the rationale for selecting the preferred alternative?

The alternatives considered for the proposed development are discussed in the following subsections.

3.1 Types of Alternatives Considered

3.1.1 The "No-go" Alternative

The "no action" alternative implies that the status quo remains, and no prospecting and exploration activity occur on site. Should the proposal of exploration activities on the EPLs be discontinued, none of the potential impacts (positive and negative) identified, would occur. If the proposed project is to be discontinued, the current land use for the proposed site will remain unchanged.

The no-go option was considered and a comparative assessment of the environmental and socioeconomic impacts of the "no action" alternative was undertaken to establish what benefits might be lost if the project is not implemented. The key loses that may never be realized if the proposed project does not go ahead include:

• Loss of foreign direct investment.

- About 5 10 temporary job opportunities for community members will not come to realization.
- No realization of local businesses supports through the procurement of consumable items such as Personal Protective Equipment (PPE), machinery spare parts, lubricants, etc.
- Loss of potential income to local and national government through land lease fees, Licences lease fees and various tax structures.
- Improved geological understanding of the site area regarding the targeted commodities.
- Socio-economic benefits such as skills acquisition to local community members would be not realized.

3.1.2 Exploration Location

The prospecting/exploration location is dependent on the geological setting (regional and local), the economic geology, and the exploration and mining history of the EPLs area. The mineralization of the target commodities is area-specific, and exploration targets are primarily determined by the geology (host rocks) and the tectonic environment of the site (an ore-forming mechanism). Therefore, finding an alternative location for the planned exploration activities is not possible. The tenement has sufficient surface area for related facilities, should an economic mineral deposit be defined.

Furthermore, the potential locations of national mineral resources are mapped and categorized by the Ministry of Mines and Energy on the Namibia Mining Cadastral Map. The mining cadastre contains information on Exclusive Prospecting Licenses, Mining Claims and Licenses, Mineral Deposit Retention Licenses, Reconnaissance Licenses and Exclusive Reconnaissance Licenses. Information on EPL 4404-4405 (**Figure 2**) and other licenses are available on the Namibia Mining Cadastral Map (<u>https://portals.landfolio.com/namibia/</u>).

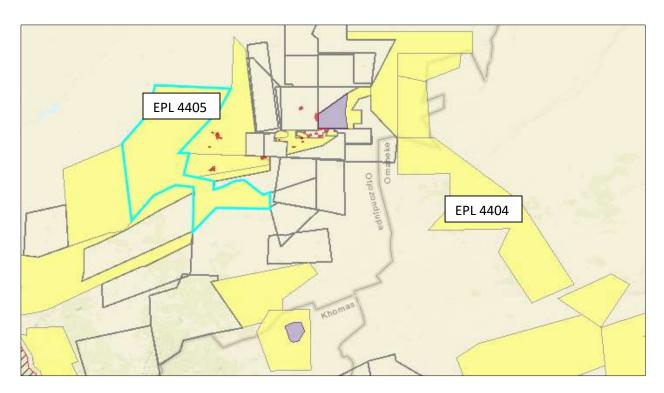


Figure 2: Status and location of the EPLs on the MME mining cadastre

3.1.3 Exploration Methods

It is anticipated that the invasive exploration methods will be utilized. If any other alternative viable exploration methods other than those described in this report are found to achieve the purpose more effectively and/or efficiently without aggravating any environmental measures put in place, they be implemented.

4. LEGAL FRAMEWORK: LEGISLATION, POLICIES AND GUIDELINES

Prospecting and exploration activities have legal implications associated to certain applicable legal standards. A summary of applicable and relevant international policies and Namibian legislation, policies and guidelines to the proposed development is given in this section. This summary serves to inform the project Proponent, Interested and Affected Parties and the decision makers at the DEAF, of the requirements and expectations, as laid out in terms of these instruments, to be fulfilled to establish the proposed prospecting and exploration activities.

4.1 The Environmental Management Act (No. 7 of 2007)

This ESA was carried out according to the Environmental Management Act (EMA) (Act No. 7 of 2007) and its Environmental Impact Assessment (EIA) Regulations (GG No. 4878 GN No. 30).

The EMA has stipulated requirements to complete the required documentation to obtain an Environmental Clearance Certificate (ECC) for permission to undertake certain listed activities. These activities are listed under the following Regulations:

3.1 The construction of facilities for any process or activities which requires a Licences, right of other forms of authorization, and the renewal of a Licences, right or other form of authorization, in terms of the Minerals (Prospecting and Mining Act, 1992).

3.2 other forms of mining or extraction of any natural resources whether regulated by law or not.

3.3 Resource extraction, manipulation, conservation and related activities.

Other legal obligations that are relevant to the proposed activities of EPLs No. 4404-4405 and related activities are presented in **Table 1**.

Table 1: Applicable local, national and international standards, policies and guidelines governing the proposed development

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
The Constitution of the Republic of Namibia, 1990 as amended	The Constitution of the Republic of Namibia (1990 as amended) addresses matters relating to environmental protection and sustainable development. Article 91(c) defines the functions of the Ombudsman to include:	By implementing the environmental management plan, the establishment will be in conformant to the constitution in terms of environmental management and sustainability. Ecological sustainability will be main priority for the
		proposed development.

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
	"the duty to investigate complaints concerning the over-utilization of living natural resources, the irrational exploitation of non-renewable resources, the degradation and destruction of ecosystems and failure to protect the beauty and character of Namibia" Article 95(I) commits the state to actively promote and maintain the welfare of the people by adopting policies aimed at the: "Natural resources situated in the soil and on the subsoil, the internal waters, in the sea, in the continental shelf, and in the exclusive economic zone are property of the State."	
The National Policy on Prospecting and Mining in Protected Areas	Requires that, where necessary a Memorandum of Understanding is developed between prospecting and mining Companies, the MEFT and the MME to set out additional implementation mechanisms.	The Proponent should maintain the integrity of ecosystems and natural resources, and avoiding degradation of areas highly sensitive for their ecological, social and/or cultural heritage value.
Minerals (Prospecting and Mining) Act (No. 33 of 1992)	Section 52 requires mineral Licenses holders to enter into a written agreement with affected landowners before exercising rights conferred upon the Licenses holder.	The Proponent should enter into a written agreement with landowners before carrying out exploration.

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
	Section 52(1) mineral Licenses holder may not exercise his/her rights in any town or village, on or in a proclaimed road, land utilized for cultivation, within 100m of any water resource (borehole, dam, spring, drinking trough etc.) and boreholes, or no operations in municipal areas, etc.), which should individually be checked to ensure compliance. Section 54 requires written notice to be submitted to the Mining Commissioner in the event that the holder of a mineral Licenses (which includes an EPL) intends to abandon the mineral Licenses area. Section 68 stipulates that an application for an EPL shall contain the particulars of the condition of, and any existing damage to, the environment in the area to which the application relates and an estimate of the effect which the proposed prospecting operations may have on the environment and the proposed steps to be taken in order to prevent or minimize any such effect. Section 91 requires that rehabilitation measures should be included in an application for a mineral Licenses.	The Proponent should carry out an assessment of the impact on the receiving environment. The Proponent should include as part of their application for the EPLs, measures by which they will rehabilitate the areas where they intend to carry out mineral exploration activities. The Proponent may not carry out exploration activities within the areas limited by Section 52 (1) of this Act.

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
Mine Health & Safety Regulations, 10th Draft	Makes provision for the health and safety of persons employed or otherwise present in mineral Licenses area. These deal with among other matters; clothing and devices; design, use, operation, supervision and control of machinery; fencing and guards; and safety measures during repairs and maintenance.	The Proponent should comply with all these regulations with respect to their employees.
Petroleum Products and Energy Act (No. 13 of 1990) Regulations (2001)	Regulation 3(2)(b) states that "No person shall possess [sic] or store any fuel except under authority of a Licenses or a certificate, excluding a person who possesses or stores such fuel in a quantity of 600 litres or less in any container kept at a place outside a local authority area"	The Proponent should obtain the necessary authorization from the MME for the storage of fuel on- site.
The Regional Councils Act (No. 22 of 1992)	This Act sets out the conditions under which Regional Councils must be elected and administer each delineated region. From a land use and project planning point of view, their duties include, as described in section 28 "to undertake the planning of the development of the region for which it has been established with a view to physical, social and economic characteristics, urbanisation patterns, natural resources, economic development potential, infrastructure, land utilisation pattern and sensitivity of the natural environment.	The relevant Regional Councils are considered to be I&APs and must be consulted during the Environmental Assessment (EA) process. The project site falls under the Omaheke and Otjozondjupa Regional Council; therefore, they should be consulted.

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
Local Authorities Act No. 23 of 1992	To provide for the determination, for purposes of traditional government, of traditional authority councils; the	The Okahandja Municipality is the responsible local Authority of the area
	establishment of such authority councils; and to define the powers, duties and functions of traditional authority councils; and to provide for incidental matters.	therefore they should be consulted.
Water Act 54 of 1956	The Water Resources Management Act 11 of 2013 is presently without regulations; therefore, the Water Act No 54 of 1956 is still in force:	The protection (both quality and quantity/abstraction) of water resources should be a priority.
	Prohibits the pollution of water and implements the principle that a person disposing of effluent or waste has a duly of care to prevent pollution (S3 (k)).	
	Provides for control and protection of groundwater (S66 (1), (d (ii)).	
	Liability of clean-up costs after closure/abandonment of an activity (S3 (I)). (I)).	
Water Resources Management Act (No 11 of 2013)	The Act provides for the management, protection, development, use and conservation of water resources; and provides for the regulation and monitoring of water services and to provide for incidental matters. The objects of this Act are to:	

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
	Ensure that the water resources of Namibia are managed, developed, used, conserved and protected in a manner consistent with, or conducive to, the fundamental principles set out in Section 66 - protection of aquifers, Subsection 1 (d) (iii) provide for preventing the contamination of the aquifer and water pollution control (Section 68).	
National Heritage Act No. 27 of 2004	To provide for the protection and conservation of places and objects of heritage significance and the registration of such places and objects; to establish a National Heritage Council; to establish a National Heritage Register; and to provide for incidental matters.	The Proponent should ensure compliance with these Acts requirements. The necessary management measures and related permitting requirements must be taken. This done by
TheNationalMonumentsAct(No. 28 of 1969)	The Act enables the proclamation of national monuments and protects archaeological sites.	the consulting with the National Heritage Council of Namibia.
Soil Conservation Act (No 76 of 1969)	The Act makes provision for the prevention and control of soil erosion and the protection, improvement and conservation of soil, vegetation and water supply sources and resources, through directives declared by the Minister.	Duty of care must be applied to soil conservation and management measures must be included in the EMP.

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
Public Health Act	Section 119 states that "no person shall	The Proponent and all its
(No. 36 of 1919)	cause a nuisance or shall suffer to exist	employees should ensure
	on any land or premises owned or	compliance with the
	occupied by him or of which he is in	provisions of these legal
	charge any nuisance or other condition	instruments.
	liable to be injurious or dangerous to	
	health."	
Health and Safety	Details various requirements regarding	
Regulations GN	health and safety of labours.	
156/1997 (GG		
1617)		
Road Traffic and	The Act provides for the establishment of	Mitigation measures should
Transport Act, No.	the Transportation Commission of	be provided for, if the roads
22 of	Namibia; for the control of traffic on public	and traffic impact cannot be
	roads, the licensing of drivers, the	avoided, the relevant
1999	registration and licensing of vehicles, the	permits must be applied for.
	control and regulation of road transport	
	across Namibia's borders; and for matters	
	incidental thereto. Should the Proponent	
	wish to undertake activities involving road	
	transportation or access onto existing	
	roads, the relevant permits will be	
	required.	

Legislation/Policy/	Relevant Provisions	Implications for this
Guideline		project
Labour Act (No. 6 of	Ministry of Labour (MOL) is aimed at	The Proponent should
1992)	ensuring harmonious labours relations	ensure that the prospecting
	through promoting social justice,	and exploration activities do
	occupational health and safety and	not compromise the safety
	enhanced labours market services for the	and welfare of workers.
	benefit of all Namibians. This ministry	
	insures effective implementation of the	
	Labour Act no. 6 of 1992.	

4.2 International Policies, Principles, Standards, Treaties and Conventions

The international policies, principles, standards, treaties, and conventions applicable to the project are as listed in **Table 2** below.

Statute	Provisions	Project Implications
Equator Principles	A financial industry benchmark for	These principles are an
	determining, assessing, and managing	attempt to:
	environmental and social risk in projects	'encourage the
	(August 2013). The Equator Principles	development of socially
	have been developed in conjunction with	responsible projects,
	the International Finance Corporation	which subscribe to
	(IFC), to establish an International	appropriately
	Standard with which companies must	responsible
	comply with to apply for approved funding	environmental
	by Equator Principles Financial Institutions	management practices
	(EPFIs). The Principles apply to all new	with a minimum
	project financings globally across all	negative impact on
	sectors.	project-affected
	Principle 1: Review and Categorization	ecosystems and
		community-based

Table 2: International Policies, Principles, Standards, Treaties and Convention applicable to the project

Statute	Provisions	Project Implications
	Principle 2 : Environmental and Social Assessment	upliftment and empowering
	Principle 3: Applicable Environmental and Social Standards	interactions.'
	Principle 4: Environmental and Social Management System and Equator Principles Action Plan	
	Principle 5: Stakeholder Engagement	
	Principle 6: Grievance Mechanism	
	Principle 7: Independent Review	
	Principle 8: Covenants	
	Principle 9: Independent Monitoring and Reporting	
	Principle 10: Reporting and Transparency	
The International	The International Finance Corporation's	The Performance
Finance Corporation	(IFC) Sustainability Framework articulates	Standards are directed
(IFC) Performance Standards	the Corporation's strategic commitment to	towards clients,
Standards	sustainable development and is an integral part of IFC's approach to risk	providing guidance on how to identify risks and
	management. The Sustainability	impacts, and are
	Framework comprises IFC's Policy and	designed to help avoid,
	Performance Standards on Environmental	mitigate, and manage
	and Social Sustainability, and IFC's	risks and impacts as a
	Access to Information Policy. The Policy on	way of doing business in
	Environmental and Social Sustainability	a sustainable way,
	describes IFC's commitments, roles, and	including stakeholder
	responsibilities related to environmental	engagement and
	and social sustainability.	disclosure obligations of the Client (Borrower) in

Statute	Provisions	Project Implications
	As of 28 October 2018, there are ten (10) Performance Standards (Performance Standards on Environmental and Social Sustainability) that the IFC requires a project Proponents to meet throughout the life of an investment. These standard requirements are briefly described below: Performance Standard 1: Assessment and Management of Environmental and Social Risks and Impacts. Performance Standard 2: Labour and Working Conditions Performance Standard 3: Resource Efficient and Pollution Prevention and Management. Performance Standard 4: Community Health and Safety. Performance Standard 5: Land Acquisition, Restrictions on Land Use, and Involuntary Resettlement. Performance Standard 6: Biodiversity Conservation and Sustainable Management of Living Natural Resources Performance Standard 7: Indigenous Peoples/Sub-Saharan African Historically Undeserved Traditional Local Communities. Performance Standard 8: Cultural Heritage.	relation to project-level activities. In the case of its direct investments (including project and corporate finance provided through financial intermediaries), IFC requires its clients to apply the Performance Standards to manage environmental and social risks and impacts so that development opportunities are enhanced. IFC uses the Sustainability Framework along with other strategies, policies, and initiatives to direct the business activities of the Corporation to achieve its overall development objectives.

Statute	Provisions	Project Implications
	PerformanceStandard9:FinancialIntermediaries (FIs).PerformanceStandard10:StakeholderEngagement and InformationA full description of the IFC Standards can be obtained fromthe IFC Standards can be obtained fromhttp://www.worldbank.org/en/projects- operations/environmental-and-social- framework/brief/environmental-and-social-	
The United Nations Convention to Combat Desertification (UNCCD) 1992	standards?cq_ck=1522164538151#ess1 Addresses land degradation in arid regions with the purpose to contribute to the conservation and sustainable use of biodiversity and the mitigation of climate change.	The project activities should not be such that they contribute to desertification.
	The convention objective is to forge a global partnership to reverse and prevent desertification/land degradation and to mitigate the effects of drought in affected areas to support poverty reduction and environmental sustainability United Nation Convention.	
Convention on Biological Diversity 1992	Regulate or manage biological resources important for the conservation of biological diversity whether within or outside protected areas, with a view to ensuring their conservation and sustainable use. Promote the protection of ecosystems, natural habitats, and the maintenance of	Removal of vegetation cover and destruction of natural habitats should be avoided and where not possible minimised.

Statute	Provisions	Project Implications
	viable populations of species in natural surroundings.	
Stockholm Declaration	It recognizes the need for: "a common	Protection of natural
on the Human	outlook and common principles to inspire	resources and
Environment,	and guide the people of the world in the	prevention of any form
Stockholm (1972)	preservation and enhancement of the	of pollution.
	human environment.	

Relevant international Treaties and Protocols ratified by the Namibian Government

- Convention on International Trade and Endangered Species of Wild Fauna and Flora (CITES), 1973.
- Convention on Biological Diversity, 1992.
- World Heritage Convention, 1972.

5. ENVIRONMENTAL BASELINE

The proposed exploration programme will be undertaken in specific environmental and social conditions. Understanding the pre-project conditions of the environment will aid in laying down background "information" of the status quo and future projections of environmental conditions after proposed works on the EPLs. This also helps the EAP in identifying the sensitive environmental features that may need to be protected through the recommendations and effective implementation of mitigation measures provided.

The baseline information presented below is sourced from a variety of sources including reports of studies conducted in Otjozondjupa and Omaheke Region. Further information was obtained by the Consultant during the site visit.

5.1 Biophysical Environment

Climate

Climate has a major influence on the exploration activity proposed for the EPLs. Understanding of climatic conditions helps to determine the appropriate and/or inappropriate times to conduct

exploration activity. Climate data were obtained from the Southern African Science Service Centre for Climatic Change and Adaptive Land Management (SASSCAL) weather station (Erichsfelde), the nearest weather station to the project site **Figure 3**. Generally, the project area lies within the hot semi-arid climate (BSh), (Peel, 2007).

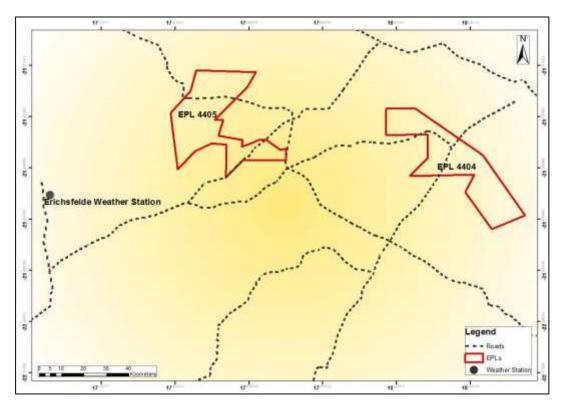


Figure 3: Map showing the location of the nearest weather Station (Erichsfelde)

Rainfall

In the EPLs area, rainfall is expected between the months of December and April. February experiences the highest rainfall at an average of about 178.7 mm, and little or no rainfall is expected between May and October. **Figure 4** below shows a 12-month average rainfall record for the project area.

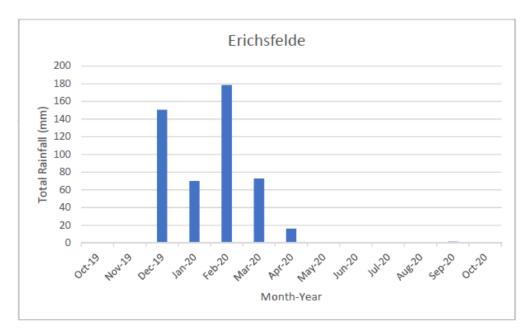


Figure 4: A graph showing monthly average rainfall patterns for the project area

Temperature

The project area experiences high temperature in November at an average of 26.7 °C and low temperature at an average of 13.5 °C in June and July. **Figure 5** below shows the temperature graph.

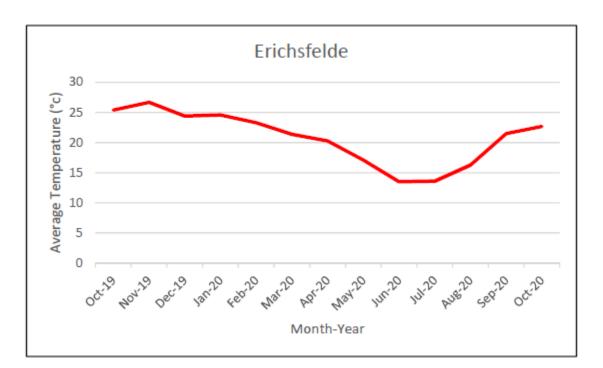


Figure 5: A graph showing monthly average temperature patterns for the project area

Wind

Strong winds around the vicinity of the project area is experienced during July at an average speed of 2.5 m/s and weak winds are experienced during April, at an average speed of 0.3 m/s. **Figure 6** below shows the wind speed graph.

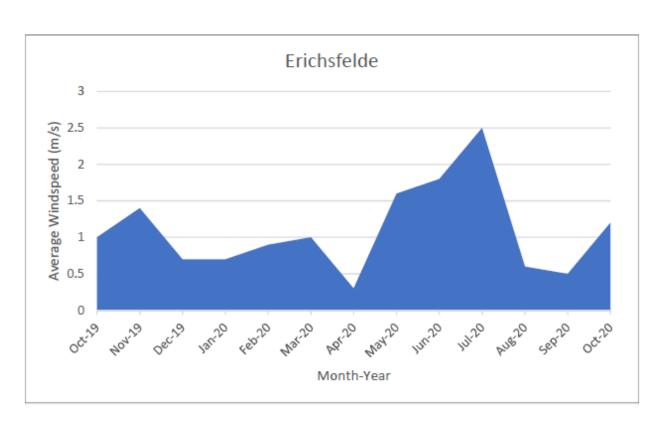
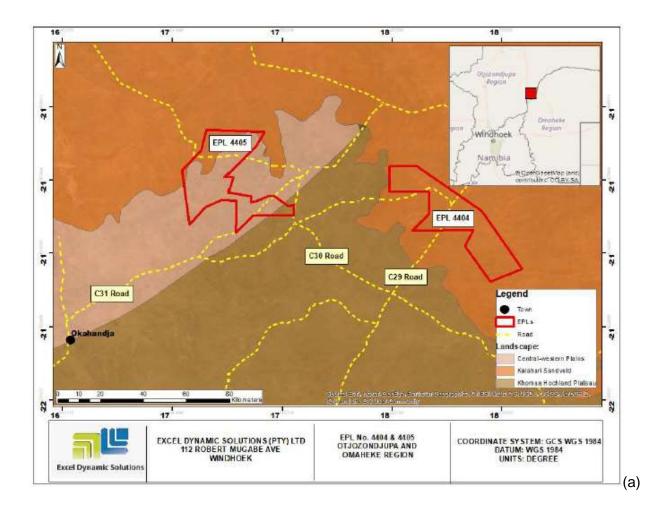
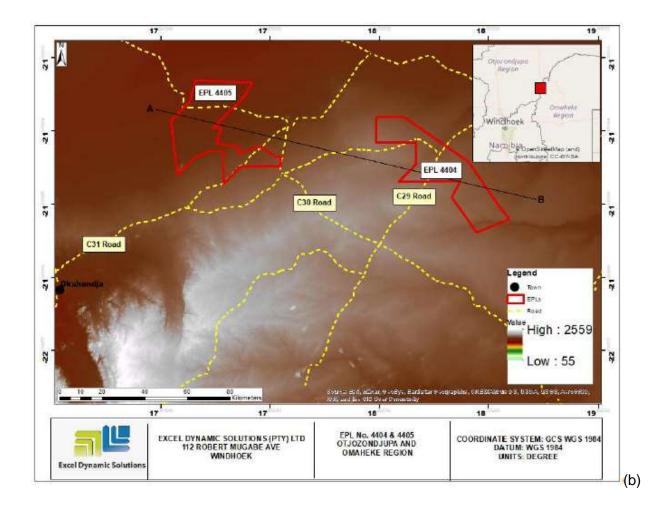


Figure 6: A graph showing average monthly wind speed in the project area

5.2 Topography

The EPLs 4404 and 4405 are located within different landscapes. EPL No. 4404 falls within the Kalahari Sandveld while EPL No. 4405 lies mainy within the Central-Western Plain (**Figure 7a**). The broader Kalahari Sandveld is characterized by Palaeo dunes and pans while the central western plain is characterized as an area of dissection and erosional cutback (Mendelsohn, 2003). The EPLs lie in an elevation range between 1, 361 m and 1, 639 m (**Figures 7b and 7c**). These figures were obtained through a cross-section graph that crossed through the project areas from northwest to southeast direction. **Figures 7a, 7b, and 7c** below show the landscape map, Elevation Model, and the Section graph, respectively.





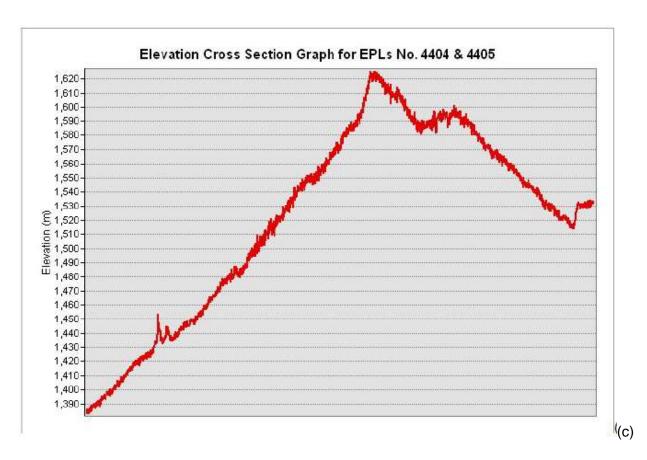


Figure 7: Shows- 7a: landscape of project area; 7b: Elevation 3D Model of project area; 7C: Section graph of project area

5.3 Geology and Soil

The EPLs are located within the Southern Central Zone (sCZ) which is characterized by high temperature — low-pressure metamorphism, numerous granitic intrusives, and intense formation typified by D3-domes. The oldest rocks in which the EPLs lie, belong to the Palaeo-to Mesoproterozoic Abbabis Metamorphic Complex (MAB), and are exposed in EPL 4405. The area comprises a variety of high metamorphosed and deformed rocks which are overlain by the Neoproterozoic Damara Supergroup. In the Central (Swakop) Zone the siliciclastic rocks of the basal Nosib group are overlain by alternating carbonates, schists, and calc-silicate rocks. The MAB is unconformably overlain by the Neoproterozoic Damara Supergroup which is exposed in both EPL 4404 and EPL 4405 and is composed of metasedimentary and subordinate metavolcanic rocks such as deposited between 900 and 700 Ma (Miller, 1983a), and locally reaches a total thickness of 14 km (Brandt, 1985). These rock types include Schist, marble,

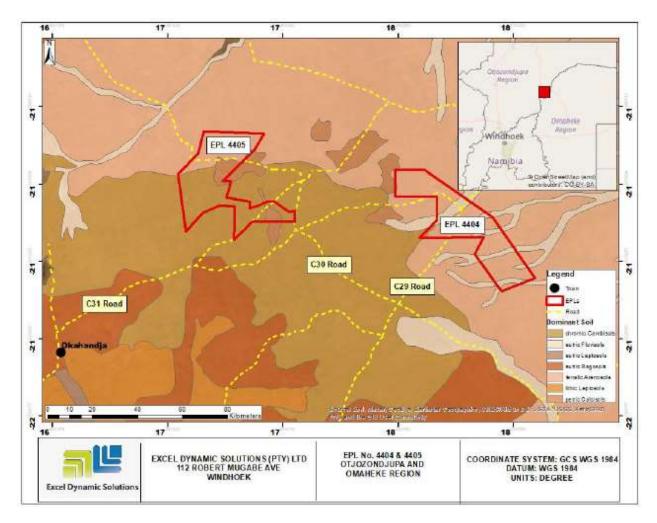
17 18 18 17 19 4-4 ñ Weakor EPL 4405 Realian windhoek N N Namibia OpenStreetklap (and) THAY S EPL 4404 C29 Road C30 Road 5 5 C31 Road EP. KTY PES ñ à And is, potent and ratio and addressed and this activity Pana-fortiko presisi, mentiko dimentiko vrudska, grantas, metalita COLUMN AND A DESCRIPTION OF A DESCRIPTIO tata randovines, arteit, re 3 in sharin hand -23 and colorese, gravel the sector of the H 18 17 17 19 EPL No. 4404 & 4405 OTJOZONDJUPA AND EXCEL DYNAMIC SOLUTIONS (PTY) LTD 112 ROBERT MUGABE AVE COORDINATE SYSTEM: GC S WG S 1984 DATUM: WG S 1984 OMAHEKE REGION WINDHOEK UNITS: DEGREE **Excel Dynamic Solutions**

quartzite, conglomerate, and graphitic schist. **Figure 8** show the general geology map of the area.

Figure 8: A map of the general geology of the project area

Soil

In terms of soil, EPL No.4404 is dominated by two soil namely; Eutric Fluvisols and Ferralic Arenosols. The Eutric Fluvisols are characterized as soil along the margins and valleys of large river courses in Namibia. The Ferralic Arenosols are mainly formed from wind-blown sand and usually extend to a depth of at least one meter, with sand generally making up more than 70% of the soil. EPL No. 4405 is dominated by the Chromic Cambisols and the Ferralic Arenosols. Chromic Cambisols are soils that were formed quite recently in geological time, mainly from medium- and fine-textured parent material deposited during sporadic flooding. Cambisols are characterized by the absence of appreciable quantities of accumulated clay, organic material, and



aluminium and iron (Mendelsohn, 2003). Figure 9 shows the dominant soil and their corresponding pictures.

Figure 9: Shows the dominant soil types found within the EPLs

Typical dominant soil found within the EPLs:



Figure 10: Shows one of the dominant soil types (Ferralic Arenosols) found within the project area

5.4 Hydrology and Water Resources

The EPLs lie within an area that is drained by ephemeral rivers. EPL 4404 lies within the Omaheke groundwater basin and is drained by three rivers, namely, the Epukiro River south of the EPL, the Alexest River and the Epukiro river, which runs in the upper north of the Otjozondjou. These rivers flow in a westerly direction towards the Atlantic coast, and their tributaries. EPL 4405 lays within the Okahandja groundwater basin and the Omatako ephemeral river catchment, which is less than 30 km away from EPL 4405. The catchment rises in the Omatako Mountain and drains toward the Kalahari. The Omatako Dam is also located less than 30 km from the area. **Figure 11** shows the Hydrology map of the project area.

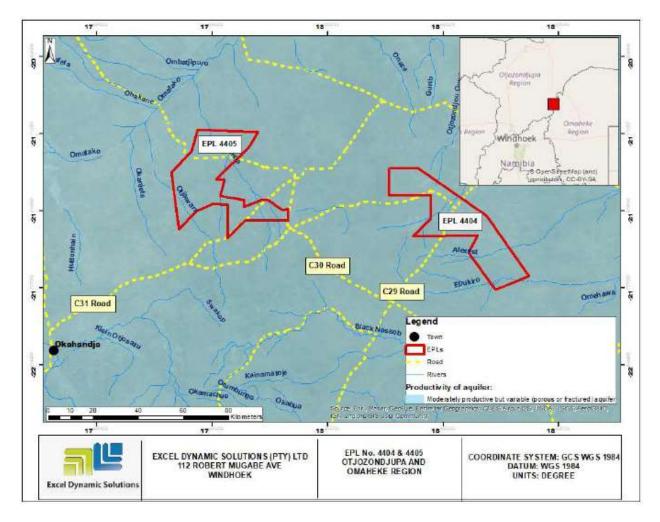


Figure 11: Shows the hydrology map of the project area

The EPLs lie in an area of moderate levels of sensitivity to groundwater pollution. Therefore, it is vital that surface and groundwater protection is prioritized and water quality monitoring is implemented throughout any works or developments on the EPLs areas. **Figure 12** below shows the Groundwater sensitivity to pollution map.

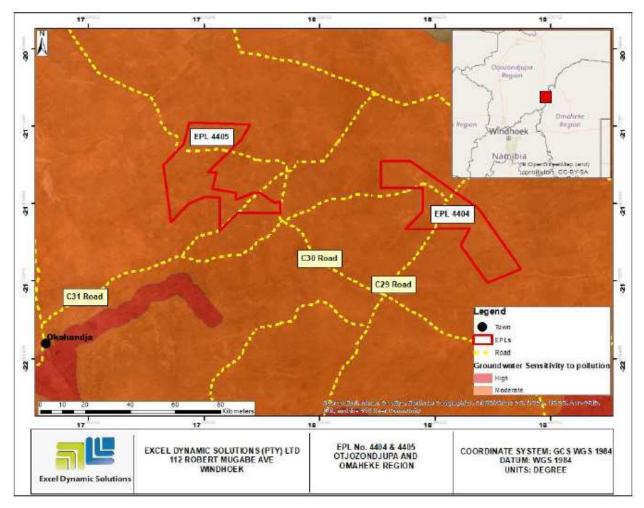


Figure 12: Groundwater sensitivity to pollution map around the project area (source: MAWLR, Directorate of Waters Affairs, 2021)

Abstraction of groundwater within EPL No. 4405 needs to be prevented during exploration phase, due to its existence in an area prone to high groundwater drought risks. EPL No. 4404 lies in a moderate area prone to groundwater drought risks, and water abstraction for the project can be obtained in this area through a water abstraction permit. **Figure 13** below shows the maps of areas at risk to groundwater drought within the project area.

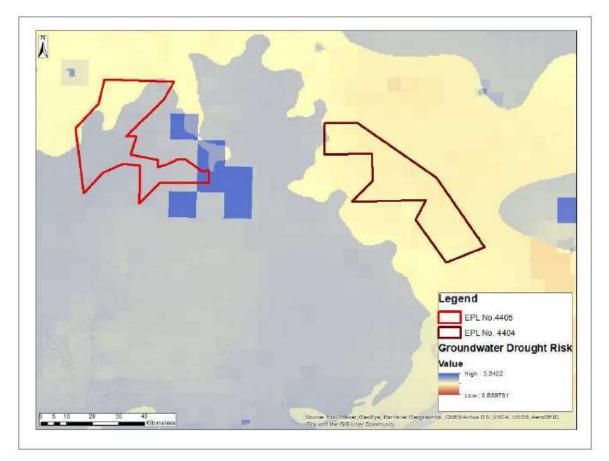
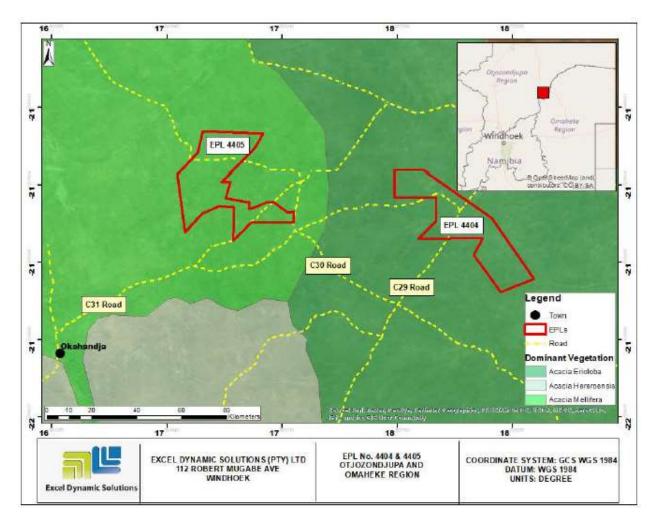


Figure 13: Shows Groundwater Drought Risk Map around the project area

5.5 Flora and Fauna

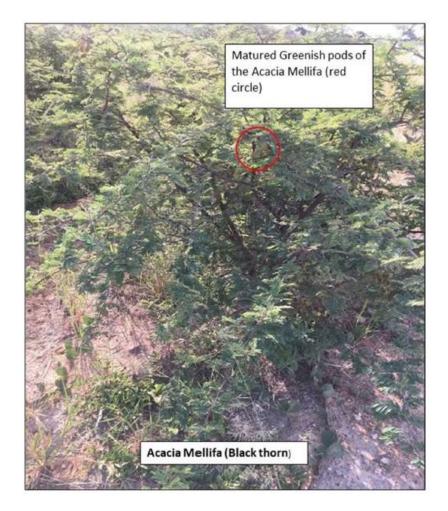
Flora

Vegetation types on EPLs 4404 and 4405 are dominated by the Acacia erioloba and Acacia mellifera, respectively. Acacia erioloba, also known as the Camelthorn is characterized as a slow growing tree. It is identifiable by its sweet-scented, bright yellow, ball-like flowers. Their pods are highly nutritious and are popularly consumed during the dry season by livestock and large native herbivores such as the gemsbok, eland, and the greater kudu (Fourie, 2021). The Acacia erioloba tree belongs to the Central Kalahari vegetation types and the Savanna biome. The Acacia mellifera, commonly known as the blackthorn is a thorny shrub that can grow into a small tree, 2 – 5m tall. Its crown is round or flat and spread, with braches that may reach down to the ground (Manheimer, 2018). The Proponent needs to acquire a permit as per requirement in accordance to the Forest Act 12 of 2001, to make any necessary removal of Acacia mellifera and Acacia



erioloba species on site. **Figure 14** below shows a map of dominant tree species around the EPLs and **Figure 15** shows the pictures of the tree species found within and around the EPLs.

Figure 14: Shows the vegetation map for the project area



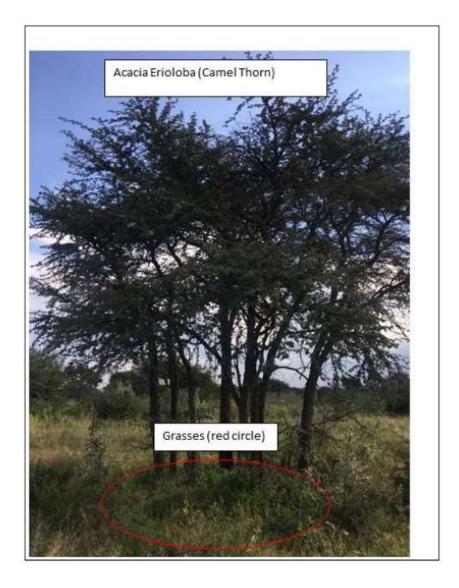




Figure 15: Shows pictures of dominant trees (A. Mellifera and A. Erioloba) within the project area on site

In terms of fauna, the dominant livestock production in the Otjozondjupa and Omaheke regions is cattle, and comprises between 80 and 90 % of the livestock in both regions. Sheep play a more significant role in the commercial part of Omaheke Region, but in the remainder of the region, small stock farming plays a minor role (Vigne, 2000). **Figure 16** below shows the recorded amount of livestock in the commercial and communal farming areas of Otjozondjupa and Omaheke Regions in the year 2003. and **Figure 17** shows the animal evidence (foot print) and animals around the vicinity of the project area.

Area	Cattle	Karak ul	Dorper	Other	Total sheep	Angora	Boerbok	Other	Total goats
Khomas commercial	122,853	1.402	58,113	69.496	12.911	0	51,955	2 691	54 646
Otjozondjupa commercial	354,916	o	٥	94,238	94,238		60,538	23,908	84,446
Otjozondjupa communal	461,286	o	0	27,297	27,297		70,941	74,358	145,299
Omaheke commercial	168,070	4,765	139,623	62,460	206,848	0	61,066	4,054	65,120
Omaheke communal	151,231	1,405	12,880	23,454	37.739	٥	53,498	31,638	85.136
Total	1,276,545	7,572	210,616	276,945	495,133	0	297,998	13,664 9	434,647

Figure 16:Livestock around the project area (source: MAWRD, 2003)



Figure 17: Pictures of Animal track and typical commercial livestock around the project sites

5.6 Surrounding Land Uses

The EPLs falls within Commercial Farm as shown in **Figure 18**. The Proponent is required to secure a signed agreement from the affected landowners to gain access to the areas of interest for prospecting and exploration investigations as per the Section 52 of the Minerals (Prospecting and Mining) Act No. 33 of 1992 and Section 2.2.3 of the Minerals Policy of Namibia.

1. Section 52 (1) The holder of mineral licence shall not exercise any rights conferred upon such holder by this Act or under any terms and conditions of such mineral license –

(a) In, on or under any and until such time as such holder has entered into an agreement in writing with the owner of such land containing terms and conditions relating to the payment of compensation, or the owner of such land has in writing waked any right to such compensation and has submitted a copy of such agreement or waiver to the Commissioner.

Section 2.2.3 of the Draft Minerals Policy of Namibia states that the Licence Holder and/or mineral explorers currently have to negotiate a contract with landowners to gain access for or mining purposes.

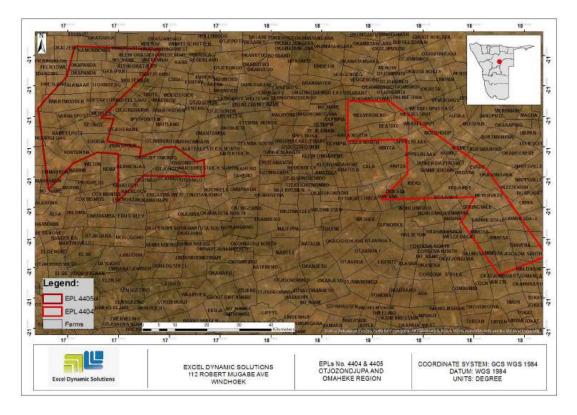


Figure 18: EPLs 4404-4405 Land Use Map

5.7 Heritage and Archaeology

There are no nationally or locally recognized archaeological sites recorded within the EPLs areas. However, there is a possibility that unrecorded or undiscovered archaeological features or artefacts may be discovered during the exploration phase. The area surrounding the project sites is archaeologically identified as nomadic pastoral land and has historical metal working sites located in the vicinity of the project area (**Figure 19**). In the event of an archaeological discovery during exploration works, the procedures outlined in the National Heritage Act, No. 27 of 2004 are to be followed. Section 55 (4) of the National Heritage Act, No. 27 of 2004, requires that any archaeological or paleontological object or meteorite discovered are reported to the National Heritage Council as soon as practicable.

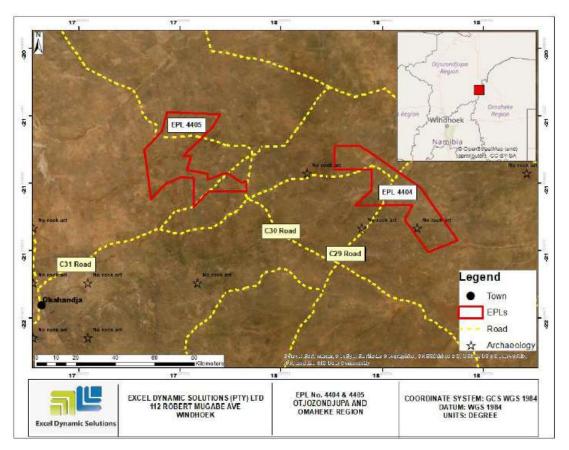


Figure 19: Map showing heritage/archaeological sites in the EPLs area

5.8 Socio-economic condition

Demography:

EPLs No. 4404-4405

According to statistics of the last national census conducted in 2011, the population of Otjozondjupa Region is 143, 903 (approximately 79, 001 females and 73, 903 males) and the population of Omaheke Region is 71, 233 (approximately 34,016 females and 37, 217 males), (Namibia Statistics Agency, 2011). Figure 22 below shows the population structures of the Otjozondjupa Region (**Figure 20. a**)) and Omaheke Region (**Figure 20. b**)).

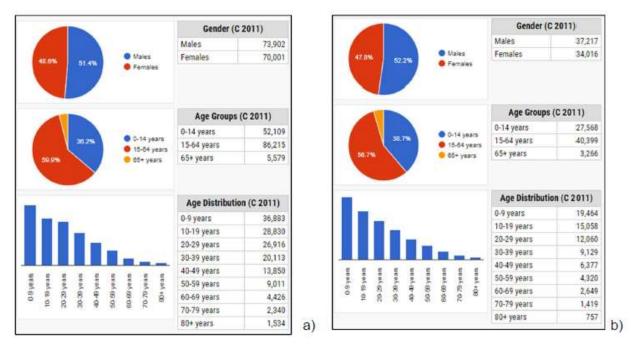


Figure 20: Shows the population structure of the Otjozondjupa Region (a) and Omaheke Region (b) (Source: <u>https://nsa.org.na/</u>)

Tourism:

The Otjozondjupa and Omaheke region host numerous tourism activities e.g. cultural crafts, and tourism facilities such as the Von Bach Dam Resort, Midgard Country Estate, as well as other tourism-related accommodations. **Figure 22** depicts some tourism accommodations around the project area.

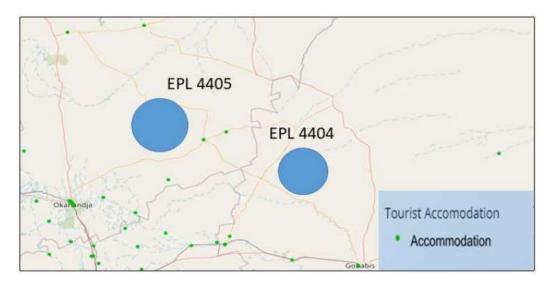


Figure 21: Shows tourism accommodation found around the EPLs area (Source: https://nsa.org.na/)

Mining:

Mineral exploration and mining operations are moderately held activities in the Otjozondjupa Region. There are some already existing active mining operations in the Otjozondjupa region, which provide livelihoods to a number of the region's residents. There is little happening in the Omaheke Region in terms of mining operations. Therefore, this project will be a good investment for the socio-economic development of the Omaheke Regional and enhancement of mining and related socio-economic activity in the Otjozondjupa Region, in the event of the discovery of economically viable minerals, and approval for mining activity. **Figure 22** below shows active mines around the vicinity of the project area.

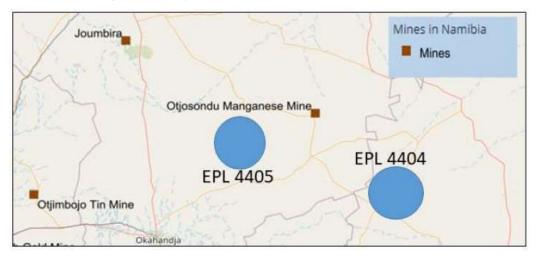


Figure 22: Shows mines found around the vicinity of the project area (Source: https://nsa.org.na/)

Infrastructure and Services:

The vicinity of the project area has basic infrastructures which are necessary for transportation (i.e. national roads and airstrip), and covers satisfactory telecommunication coverage (i.e. 3G Universal Mobile Telecommunication System (UMTS) and electricity supply provided by the central north regional electricity distributor (CENORED). Among many other infrastructures are schools, police stations, hospitals, clinics, and vocational offices around the vicinity of the project area. **Figure 23** below shows some of the infrastructures and services found around the project area.

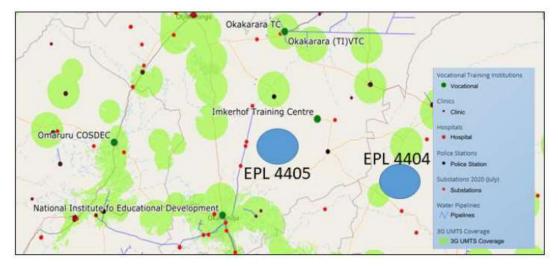


Figure 23: Shows services and Infrastructures found around the project area (Source: https://nsa.org.na/)

6. PUBLIC CONSULTATION PROCESS

Public consultation is an important component of an Environmental Assessment (EA) process. It provides potential Interested and Affected Parties (I&APs) with an opportunity to comment on and raise any issues related to the project, for consideration as part of the assessment process. This assists the Environmental Assessment Practitioner (EAP) in identifying all potential impacts and to the extent to which further investigations are necessary. Public consultation can also aid in the process of identifying possible mitigation measures. Public consultation for this scoping study has been done in accordance with the EMA and its EIA Regulations.

6.1 Pre-identified and Registered Interested and Affected Parties (I&APs)

Relevant and applicable national, regional, and local authorities, local leaders, and other interested members of the public were identified. Pre-identified I&APs were contacted directly, while other parties were given a chance to register after project advertisement notices in the newspapers. Newspaper advertisements were placed in two widely-read national newspapers in the region. The project advertisement/announcement ran for two consecutive weeks. The summary of pre-identified and registered I&APs is listed in **Table 3** below and the complete list of I&APs is provided in **Appendix D**.

Table 3: Summary of Interested and Affected Parties (I&APs)

National (Ministries and State-Owned Enterprises)
Ministry of Environment, Forestry and Tourism
Ministry of Mines and Energy
Ministry of Health and Social Services
Regional, Local authorities
Otjozondjupa Regional Council
Omaheke Regional Council
Okahandja/ Gobabis Constituency
General Public
Interested members of the public

6.2 Communication with I&APs

Regulation 21 of the EIA Regulations details the steps to be taken during a public consultation process and these have been used in guiding this process. Communication with I&APs regarding the proposed development was facilitated through the following means and in this order:

- A Background Information Document (BID) containing brief information about the proposed facility was compiled (Appendix E) and hand delivered to relevant Authoritative Ministries, and upon request to all new registered Interested and Affected parties (I&APs);
- Project Environmental Assessment notices were published in The Namibian newspaper

(04 February 2021 and 11 February 2021) and New Era (04 February 2021 and 11 February 2021) (**Appendix F**), briefly explaining the activity and its locality, inviting members of the public to register as I&APs and submit their comments/concerns;

- Public notices were placed at frequented places in Hochfeld settlement to inform members of the public of the EIA process and register as I&APs, as well as submit comments.
- A public meeting was scheduled and held on 20 February 2021 in Hochfeld at 11:00, and two more public meetings were on 13 March 2021 in Hochfeld (11;00) and Summerdown (15:00).





Figure 24: Public notice placed around the area of Hochfeld

Figure 25: First Public meeting scheduled on 20 February 2021 in Hochfeld (Hochfeld Guest Farm)

6.3 Feedback from first public consultation meeting

Issues were raised by affected and interested parties and these issues have been recorded and incorporated in the environmental report and EMP. The summarized issues raised during the public meeting is presented in **Table 4** below. The issues raised and responses by EDS are attached under Appendix G and I.

Issues	Concerns
Communication	First public meeting communication with
	I&APs was not sufficient and therefore a
	second meeting should be scheduled were all
	the I&APs should be present.

Table 4: Summary of main issues and comments received during the first public meeting engagement	Table 4: Summar	v of main issues and comm	nents received during the first	public meeting engagements
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Rehabilitation	Rehabilitation measures should be properly		
	put in place as past exploration company has		
	not rehabilitate affected areas on the Farms		
	and oppose hazardous to animals and to the		
	farmers.		
Disturbance	Damage to grazing route for animals and for		
	farmers as well.		
Legality	A legal representative needs to be appointed		
	in favour of the farmers to protect their interest		
Ownership	Farmers wants to own agreement fees in the		
	project and not just beneficiaries of the social		
	corporate responsibility activities.		

6.4 Feedback from second public consultation meeting

A second meeting was held in Hochfeld, Hochfeld Guesthouse at 11:00 in Otjozondjupa Region and Summerdown Hall at 15:00 in Omaheke Region. This meeting was well attended by the farmers- please refer to **Figure 26** below. The meeting minutes were taken, compiled and shared with the meeting attendees for review and comments. These meeting minutes are attached as Appendix I.



Figure 26: Second Public Meeting on 13 March 2021

The issues that were raised have been recorded; responses provided and are fully presented in the meeting minutes in Appendix G and incorporated in the environmental report and EMP. The summarized issues raised in the meeting are presented in **Table 5** below. The issues raised and

responses by EDS are attached under Appendix G.

Issues	Concerns
Communication	The registered mail has not reached the I&APs
	(farmers) yet.
	There is no local knowledge of a previous EIA
	study in the areas of interest.
Rehabilitation	Rehabilitation measures should be properly
	put in place as past exploration company has
	not rehabilitate affected areas on the Farms
	and oppose hazardous to animals and to the
	farmers.
Legality	Damage to grazing route for animals and for
	farmers as well.
Legality	A legal representative needs to be appointed
	in favour of the farmers to protect their interest
Ownership	The Proponent is to present the ECC to
	farmers when he shows up on the farms.

Table 5: Summary of main issues and comments received during the second public meeting engagements

7. IMPACT IDENTIFICATION, ASSESSMENT AND MITIGATION MEASURES

7.1 Impact Identification

Proposed developments/activities are usually associated with different potential positive and/or negative impacts. For an environmental assessment, the focus is placed mainly on the negative impacts. This is done to ensure that these impacts are addressed by providing adequate mitigation measures such that an impact's significance is brought under control, while maximizing the positive impacts of the development. The potential positive and negative impacts that have been identified from the prospecting activities are listed as follow:

Positive impacts:

- Creation of jobs to the locals (primary, secondary and tertiary employment).
- Producing of a trained workforce and small businesses that can service communities and may initiate related businesses
- Boosts local economic growth and regional economic development.
- Opens up other investment opportunities and infrastructure-related development benefits

Negative impacts:

- Physical land/soil disturbance,
- Impact on local biodiversity (fauna and flora) and habitat disturbance,
- Potential impact on water resources and soils particularly due to pollution,
- Air quality issues: potential dust from surface excavation, and drilling,
- Potential occupational health and safety risks associated with the movement/operation of machinery and equipment on site,
- Vehicular traffic safety and impact on services infrastructure such as local roads,
- Vibrations and noise associated with drilling activities may be a nuisance to locals,
- Environmental pollution (waste generation)
- Potential social nuisance and conflicts between land owners/users and the Proponent.

7.2 Impact Assessment Methodology

The Environmental Assessment process primarily ensures that potential impacts that may occur from project activity are identified and addressed with environmentally cautious approaches and legal compliance. The impact assessment method used for this project is in accordance with Namibia's Environmental Management Act (No. 7 of 2007) and its Regulations of 2012, as well as the International Finance Corporation (IFC) Performance Standards.

The identified impacts are assessed in terms of scale/extent (spatial scale), duration (temporal scale), magnitude (severity) and probability (likelihood of occurring), as presented in **Table 6**, **Table 7**, **Table 8** and **Table 9**, respectively.

In order to enable a scientific approach to the determination of the environmental significance, a numerical value is linked to each rating scale. This methodology ensures uniformity and that

potential impacts can be addressed in a standard manner so that a wide range of impacts are comparable. It is assumed that an assessment of the significance of a potential impact is a good indicator of the risk associated with such an impact. The following process will be applied to each potential impact:

- Provision of a brief explanation of the impact;
- Assessment of the pre-mitigation significance of the impact; and
- Description of recommended mitigation measures.

The recommended mitigation measures prescribed for each of the potential impacts contribute towards the attainment of environmentally sustainable operational conditions of the project for various features of the biophysical and social environment. The following criteria were applied in this impact assessment:

7.2.1 Extent (spatial scale)

Extent is an indication of the physical and spatial scale of the impact. **Table 6** shows rating of impact in terms of extent of spatial scale.

Low (1)	Low/Medium (2)	Medium (3)	Medium/High (4)	High (5)
Impact is	Impact is beyond	Impacts felt within	Impact	Impact extend
localized within	the site boundary:	adjacent	widespread far	National or over
the site boundary:	Local	biophysical and	beyond site	international
Site only		social	boundary:	boundaries
		environments:	Regional	
		Regional		

Table 6: Extent or spatial impact rating

7.2.2 Duration

Duration refers to the timeframe over which the impact is expected to occur, measured in relation to the lifetime of the project. **Table 7** shows the rating of impact in terms of duration.

Table 7: Duration impact rating

Low (1)	Low/Medium (2)	Medium (3)	Medium/High (4)	High (5)
Immediate	Impact is quickly	Reversible over	Impact is long-	Long term;
mitigating	reversible, short	time; medium	term	beyond closure;
measures,	term impacts (0-5	term (5-15 years)		permanent;
immediate	years)			irreplaceable or
progress				irretrievable
				commitment of
				resources

7.2.3 Intensity, Magnitude / severity

Intensity refers to the degree or magnitude to which the impact alters the functioning of an element of the environment. The magnitude of alteration can either be positive or negative. These ratings were also taken into consideration during the assessment of severity. **Table 8** shows the rating of impact in terms of intensity, magnitude or severity.

Type of					
criteria	H-	M/H-	М-	M/L-	L-
	(10)	(8)	(6)	(4)	(2)
Qualitative	Very high	Substantial	Moderate	Low	Minor
	deterioration,	deterioration,	deterioration,	deterioration,	deterioration,
	high quantity	death, illness	discomfort,	slight	nuisance or
	of deaths,	or injury, loss	partial loss of	noticeable	irritation,
	injury of	of habitat /	habitat /	alteration in	minor change
	illness / total	diversity or	biodiversity or	habitat and	in species /
	loss of	resource,	resource,	biodiversity.	habitat /
	habitat, total	severe	moderate	Little loss in	diversity or
	alteration of	alteration or	alteration	species	resource, no
	ecological	disturbance		numbers	or very little
	processes,	of important			quality
		processes			deterioration.

Type c criteria	of	Negative				
Cintena	H-	M/H-	М-	M/L-	L-	
	(10)	(8)	(6)	(4)	(2)	
	extinction of rare species					

7.2.4 Probability of occurrence

Probability describes the likelihood of the impacts actually occurring. This determination is based on previous experience with similar projects and/or based on professional judgment. **Table 9** shows impact rating in terms of probability of occurrence.

Low (1)	Medium/Low (2)	Medium (3)	Medium/High (4)	High (5)
Improbable; low likelihood; seldom. No known risk or vulnerability to natural or induced hazards.	Likely to occur from time to time. Low risk or vulnerability to natural or induced hazards	Possible, distinct possibility, frequent. Low to medium risk or vulnerability to natural or induced hazards.	Probable if mitigating measures are not implemented. Medium risk of vulnerability to natural or induced hazards.	Definite (regardless of preventative measures), highly likely, continuous. High risk or vulnerability to natural or induced hazards.

7.2.5 Significance

Impact significance is determined through a synthesis of the above impact characteristics. The significance of the impact "without mitigation" is the main determinant of the nature and degree of mitigation required. As stated in the introduction to this section, for this assessment, the significance of the impact without prescribed mitigation actions is measured.

Once the above factors (Table 6, Table 7, Table 8 and Table 9) have been ranked for each potential impact, the impact significance of each is assessed using the following formula:

SIGNIFICANCE POINTS (SP) = (MAGNITUDE + DURATION + SCALE) X PROBABILITY

The maximum value per potential impact is 100 significance points (SP). Potential impacts were rated as high, moderate or low significance, based on the following significance rating scale **(Table 10)**.

Significance	Environmental Significance Points	Colour Code
High (positive)	>60	н
Medium (positive)	30 to 60	М
Low (positive)	1 to 30	L
Neutral	0	Ν
Low (negative)	-1 to -30	L
Medium (negative)	-30 to -60	М
High (negative)	<-60	Н

Table 10:	Significance rating scale
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Positive (+): Beneficial impact

Negative (-): Deleterious/ adverse + Impact

Neutral: Impacts are neither beneficial nor adverse

For an impact with a significance rating of high (-ve), mitigation measures are recommended to reduce the impact to a medium (-ve) or low (-ve) significance rating, provided that the impact with a medium significance rating can be sufficiently controlled with the recommended mitigation measures. To maintain a low or medium significance rating, monitoring is recommended for a period of time to enable the confirmation of the significance of the impact as low or medium and under control.

The assessment of the exploration phases is done for pre-mitigation and post-mitigation.

The risk/impact assessment is driven by three factors:

Source: The cause or source of the contamination.

Pathway: The route taken by the source to reach a given receptor

Receptor: A person, animal, plant, eco-system, property or a controlled water source. If contamination is to cause harm or impact, it must reach a receptor.

A pollutant linkage occurs when a source, pathway and receptor exist together. Mitigation measures aim firstly, avoid risk and if the risk cannot be avoided, mitigation measures to minimize the impact are recommended. Once mitigation measures have been applied, the identified risk would reduce to lower significance (Booth, 2011).

This assessment focuses on the three project phases namely; prospecting, exploration (and possible analysis) and decommissioning. The potential negative impacts stemming from the proposed activities of the EPLs are described, assessed and mitigation measures provided thereof. Further mitigation measures in a form of management action plans are provided in the Draft Environmental Management Plan.

7.3 Assessment of Potential Negative Impacts

The main potential negative impacts associated with the operation and maintenance phase are identified and assessed below:

7.3.1 Land Degradation and Loss of Biodiversity

Fauna: The drilling activities of the exploration project would lead to habitat loss for a diversity of flora and fauna ranging from microorganisms to large animals and trees. Endemic species are most severely affected since even the slightest disruption in their habitat can results in extinction or put them at high risk of being wiped out.

The presence and movement of the exploration workforce and operation of project equipment and heavy vehicles would cause some disturbance on the explored areas.

Un-rehabilitated and/or unfenced boreholes, trenches and exploration pits used for exploration (once they are no longer in use) may have long term impacts on faunal habitats in the area causing injuries and potentially mortalities.

Flora: Direct impacts on flora mainly occur through clearing for the exploration access routes and associated infrastructure, and if there is a need for new road construction, the Proponent should apply for this permit and must consult the affect parties.

Dust emissions from drilling may affect surrounding vegetation through the fall of dust. Some loss of vegetation is an inevitable consequence on the development.

Under the status, the impact can be of a medium significance rating. With the implementation of appropriate mitigation measures, the rating will be reduced to a low significance rating. The impact is assessed in **Table 11** below.

Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	M: -4	M: -4	M: -6	M/H: -4	M: -56
Post mitigation	L/M: -3	L/M: -3	L/M: -4	L/M: -2	L: -20

7.3.2 Generation of Dust (Air Quality)

Dust emanating from site access roads when transporting exploration equipment and supply (water) to and from site (time-to-time) may compromise the air quality in the area. Vehicular movements from heavy vehicles such as trucks could potentially create dust, even though not so severely. The hot and dry environment, hard and sandy nature of the substrate and low vegetation cover causes ambient fugitive dust levels. Additionally, activities carried out as part of the exploration works such as drilling would contribute to the dust levels in the air. The medium significance of this impact can be reduced to a low significance rating by properly implementing mitigation measures. The impact is assessed in **Table 12** below.

 Table 12: Assessment of the impacts of exploration on air quality

Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	M: -4	M: -3	M/L: -3	M/H: 4	M: -40
Post mitigation	L: -2	L: -2	L: -2	L: -1	L: -6

7.3.3 Water Usage

Water resources may be impacted by project developments/activities through pollution (water quality). The impact of the project activities on the resources would be dependent on the water volumes required for each project activity. Commonly exploration activities use a lot of water, mainly for drilling. However, this depends on the target mineral, and the type of drilling methods employed (diamond drilling is more water-consuming compared to reverse circulation drilling).

Reverse Circulation drilling method will be employed for the project drilling activities, and it requires about 5,000 litres/month. Given the low groundwater potential of the project site area, the Proponent might need to cart in water volumes from outside the area and store it in industry standard water reservoirs/tanks on site. The exploration period is temporally limited, therefore, the impact will only last for the duration of the exploration activities and cease upon completion of works.

Without the implementation of any mitigation measures, the impact can be rated as medium, but upon effective implementation of the recommended measures, the impact significance would be reduced to low as presented in **Table 13** below.

Mitigation	Extent	Duration	Intensity	Probability	Significance
Status					
Pre mitigation	M: -3	M/H: -3	L/M: -3	M/H: -4	M: -36
Post mitigation	L/M: -2	L/M: -2	L: -2	L/M: -2	L: -12

Table 13: Assessment of the project impact on water resource use and availability

7.3.4 Soil and Water Resources Pollution

The proposed exploration activities are associated with a variety of potential pollution sources (i.e., lubricants, fuel, and wastewater), which may contaminate/pollute soils and eventually surface and groundwater, since the EPLs is vulnerable to pollution. The anticipated potential source of pollution to water resources from the project activities would be hydrocarbons (oil) from project vehicles, machinery, and equipment as well as potential wastewater/effluent from exploration related activities.

The spills (depending on volume) from these machinery, vehicles and equipment could infiltrate into the ground and pollute the fractured or faulted aquifers on site, and with time, reach further

groundwater systems. However, it must be noted that the scale and extent/footprint of the activities where potential sources of pollution will be handled is relatively small. Therefore, the impact is moderately low.

Pre-mitigation measure implementation, the impact significance is moderate and upon implementation, the significance will be reduced to low. The impact is assessed in **Table 14** below.

Table 14: Assessment of the project impact on soils and water resources	(pollution)
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Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	M: -3	M/H: -3	M: -5	M: -3	M: -33
Post mitigation	L: -1	L: -1	L: -2	L/M: -2	L: -8

7.3.5 Waste Generation

During the prospecting and exploration phase, domestic and general waste is produced on site. If the generated waste is not disposed of in a responsible way, land pollution may occur on the EPLs or around the site. Improper handling, storage and disposal of hydrocarbon products and hazardous materials at the site may lead to soil and groundwater contamination, in case of spills and leakages. Any hazardous waste that may have an impact on the animals, vegetation, water resources and the general environment should be handled cautiously. Without any mitigation measures, the general impact of waste generation has a medium significance. The impact rating will decrease to low significance, upon implementing the mitigation measures. The assessment of this impact is given in **Table 15**.

Table 15: Assessment of	waste generation impact
	hable generation impact

Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	L/M: -3	L/M: -2	M: -6	M: -3	M: –33
Post mitigation	L: -1	L: -2	L: -2	L/M: -2	L: -10

7.3.6 Occupational Health and Safety Risks

Project personnel (workers) involved in the exploration activities may be exposed to health and safety risks associated with the exploration activities. This also refers to accidental injury, owing to either minor (i.e., superficial physical injury) or major (i.e., involving heavy machinery or vehicles) accidents. The site safety of all personnel will be the Proponent's responsibility and should be adhered to as per the requirements of the Labour Act (No. 11 of 2007) and the Public Health Act (No. 36 of 1919). The heavy vehicle, equipment and fuel storage area should be properly secured to prevent any harm or injury to the Proponent's personnel or local domestic animals.

The use of heavy equipment, especially during drilling and the presence of hydrocarbons on sites may result in accidental fire outbreaks. This could pose a safety risk to the project personnel and equipment. If machinery and equipment are not properly stored, the safety risk may be a concern for project workers.

The impact is probable and has a medium significance rating. However, with adequate mitigation measures, the impact rating will be reduced to low. This impact is assessed in **Table 16** below and mitigation measures provided.

Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	M: -3	M: -3	M: -6	M/H: -4	M: –48
Post mitigation	L/M: -2	L/M: -2	L: -2	L/M: -2	L: -12

7.3.7 Vehicular Traffic Use and Safety

The district roads are the main transportation routes for all vehicular movement in the area and provide access to the EPLs and connect the project area to other towns such Okahandja. Therefore, traffic volume will increase on these district roads during exploration as the project would need a delivery of supplies and services on site. These service and supplies will include

but are not limited to water, waste removal, procurement of exploration machinery, equipment, and others.

Depending on the project needs, trucks, and medium and small vehicles will be frequenting the area to and from exploration sites on the EPLs. This would potentially increase slow moving heavy vehicular traffic along these roads. The impact would be felt by the local road users such as those accessing Summerdown and Hochfeld (via local access gravel and single-track roads). This would add additional pressure on the roads.

However, the exploration related heavy trucks will only be transporting materials and equipment to and from site, limited number of times a month during exploration. Therefore, the risk is anticipated to be short-term, not frequent, and therefore of medium significance. Pre-mitigation, the impact can be rated medium and with the implementation of mitigation measures, the significance will be low as assessed in **Table 17** below.

Table 17: Assessment of the impacts of exploration on road use (vehicular traffic)

Mitigation	Extent	Duration	Intensity	Probability	Significance
Status					
Pre mitigation	M: -4	M/H: -4	L/M: -6	M/H: -4	M: -56
Post mitigation	L/M: -2	L/M: -2	L: -2	L/M: -2	L: -12

7.3.8 Noise and vibrations

Prospecting and exploration work (especially drilling) may be a nuisance to surrounding communities due to the noise produced by the activity. Excessive noise and vibrations can be a health risk to workers on site. The exploration equipment used for drilling on site is of medium size and the noise level is bound to be limited to the site only, therefore, the impact likelihood is minimal. Without any mitigation, the impact is rated as of medium significance. To change the impact significance from the pre-mitigation significance to low rating, the mitigation measures should be implemented. This impact is assessed in **Table 18** below.

Table 18: Assessment of the impacts of noise and vibrations from exploration

Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	L/M: -3	L/M: -3	M: -6	M/H: -3	M: –36
Post mitigation	L: -2	L/M: -2	L: -2	L/M: -2	L: -12

7.3.9 Disturbance to Archaeological and Heritage Resources

During exploration works, historical resources may be impacted through inadvertent destruction or damage. This may include the excavation of subsurface graves or other archaeological objects. There was no information provided about either known heritage or site of significant cultural values within the EPLs or in the vicinity. Therefore, this impact can be rated as low significance, if there are no mitigation measures in place. Upon implementation of the necessary measures, the impact significance will be reduced to a much lower rating. The impact is assessed in **Table 18**.

Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	M - 3	M/H - 4	M - 6	M/H - 4	M – 52
Post mitigation	L/M - 2	L/M - 2	L - 2	L/M - 2	L - 12

Table 19: Assessment of the impacts of exploration on archaeological & heritage resources

7.3.10 Social Nuisance: Local Property intrusion and Disturbance or Damage

The presence of project personnel in the area may lead to social annoyance to the local community. This could particularly be a concern if some workers enter or damage local private or public property. The private property could be houses, fences, vegetation, or any properties of economic or cultural value to the local land owners/users. The unpermitted and unauthorized entry to private property may cause crashes between the affected property (land) owners and the Proponent.

Pre-implementation of mitigation measures, the impact is rated as of medium significance. However, upon mitigation (post-mitigation), the significance will change from medium to low rating. The impact is assessed below **(Table 20)**.

Mitigation Status	Extent	Duration	Intensity	Probability	Significance
Pre mitigation	M: -3	M: -3	M: -6	M/H: -4	M: –48
Post mitigation	L: -2	L: -2	M/L: -4	M/L: -2	L: -16

Table 20: Assessment of social impact of community property damage or disturbance

7.4 Cumulative Impacts Associated with Proposed Exploration

According to the International Finance Corporation (2013), cumulative impacts are defined as "those that result from the successive, incremental, and/or combined effects of an action, project, or activity (collectively referred to in this document as "developments") when added to other existing, planned, and/or reasonably anticipated future ones".

Similar to many other exploration projects, cumulative impacts to which the proposed project and associated activities potentially contribute are:

- Impact on road infrastructure: The proposed exploration activity contributes cumulatively to various activities such as existing prospecting and mining activities and travelling associated with tourism and local daily routines. The contribution of the proposed project to this impact is however not considered significant given the short duration, and local extent (site-specific) of the intended mineral exploration activities.
- **The use of water:** While the contribution of this project will not be significant, mitigation measures to reduce water consumption during exploration are essential.

7.5 Mitigations and Recommendations for Rehabilitation

The rehabilitation of explored (disturbed) sites will include but not be limited to the following:

- Backfilling of trenches and/or pits in such a way that subsoil is replaced first, and topsoil is replaced last.
- Levelling of stockpiled topsoil. This will be done to ensure that the disturbed sites are left as close to their original state as much as possible.
- Closing off and capping of all exploration drilling boreholes to ensure that they do not pose a risk to people and animals in the area. The boreholes should not only be filled with sand alone, as wind will scour the sand and re-establish the holes.

- Removal of exploration equipment and vehicles from the site. Transporting all machinery and equipment as well as vehicles to designated offsite storage facilities.
- Clean up of site work areas and transporting the recently generated waste to the nearby approved waste management facility (as per agreement with the facility operator/owner).

8. CONCLUSIONS AND RECOMMENDATIONS

8.1 Conclusions

It is crucial for the Proponent and their contractors to effectively implement the recommended management and mitigation measures, in order to protect both the biophysical and social environment throughout the project duration. All these would be done with the aim of promoting environmental sustainability while ensuring a smooth and harmonious existence of the project activities in the host community and environment at large. This is to ensure that all potential impacts identified in this study and other impacts that might arise during implementation, are properly identified in time and addressed. Lastly, may the ECC be issued, the Proponent will be expected to be compliant with the ECC conditions as well as legal requirements governing mineral exploration and related activities.

8.2 Recommendations

The potential positive and negative impacts of the proposed exploration activities on EPLs No. 4404-4405 were identified, assessed and appropriate management and mitigation measures (to negative impacts) made thereof, for implementation by the Proponent, their contractors and all project employees.

Most of the potential impacts were found to be of medium rating significance. With the effective implementation of the recommended management and mitigation measures, this will particularly see the reduction in the significance of adverse impacts that cannot be avoided completely (from medium rating to low). To maintain the desirable rating, the implementation of management and mitigation measures should be monitored by the Proponent directly, or by a project Environmental Health Control Officer (ECO). The monitoring of this implementation will be carried out to maintain a low significance rating, and also ensure that all potential impacts identified in this study and

other impacts that might arise during implementation are properly identified in time and addressed right away.

The Environmental Consultant is confident that the potential negative impacts associated with the proposed project activities can be managed and mitigated by the effective implementation of the recommended management and mitigation measures, and with more effort and commitment directed towards monitoring the implementation of these measures.

It is therefore, recommended that in the event of ECC issuance, the proposed prospecting and exploration activities may be granted an Environmental Clearance Certificate, provided that:

- All the management and mitigation measures provided herein are effectively and progressively implemented.
- All required permits, Licenses and approvals for the proposed activities should be obtained as required. These include permits and Licenses for land use access agreements to explore and ensuring compliance with these specific legal requirements.
- The Proponent and all their project workers or contractors comply with the legal requirements governing their project and its associated activities and ensure that project permits and or approvals required to undertake specific site activities are obtained and renewed as stipulated by the issuing authorities.
- Sites where exploration activity has ceased are rehabilitated, as far as practicable, to their pre-exploration state.

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