

Letter of Intent: Fuel Licence Application

Hereby I, Riaan de Lange ID 75120700357, would like to apply on behalf of Kaap Agri Namibia for a Fuel Licence for

Kaap Agri Depot Outjo
14 Stasiestraat
Outjo

Kaap Agri Namibia opened a new depot in Outjo in September 2020. The main client base of the depot is the expanding farming community in the likes of charcoal and irrigation farmers. This rapid growth in farming activities are creating new and additional demand for diesel in Outjo.

The Intention

It is the intention of Kaap Agri Namibia (KAN) to enlarge our customer offering at the Kaap Agri Outjo Depot and to install a diesel fuel tank that will serve the farming community and beyond. Given the history of KAN and our intent to offer a full product range to our customers and the communities we serve, we believe that fuel will complement the current business model and answer to the needs of our customers and the community. We strongly believe that we should be catalyst of growth and development, and therefore know that a fuel site will give both The Ministry of Mines and Energy and KAN the opportunity to achieve our goals and vision.

The Community

The Kaap Agri Outjo Depot is situated in the centre of Outjo town. It is therefore situated in a developing community and in the centre of a very strong and emerging agricultural community. There are various Lodges and Tourist attractions in the area and a fuel site will be ideally located to support the needs of the tourism industry.

Not only to serve as a convenience, but a fuel site will create jobs and pump back earnings into the community. This will indirectly contribute to education, health, and micro-economic development in the local community.

Our Expertise

As a Namibian company with four established retail fuel sites and five commercial fuel sites across Namibia, we have the necessary experience to manage a retail fuel site efficiently. We are familiar from our past and current operations with all the environmental guidelines to run a clean site.

The Need

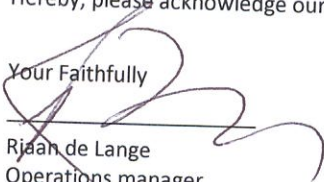
In addition to all the new businesses in Outjo that need diesel, it is an important product for any agricultural business. All the farmers (which makes out most of our client base) use diesel on a daily basis. It is however the expanding charcoal and irrigation industries, that justifies a diesel tank at Kaap Agri in Outjo.

Our Support

Northern Fuel Distributors (Petrosol) have agreed to supply fuel for this site. Having a healthy relationship with the supplier and also having various plans for the future, we know that we will always have fuel supply to this site. As part of the Pupkewitz Holdings Group (Managing Partner) our roots are firmly based in the Namibian soil and we know that we will have financial, managerial, and strategic support to ensure that we will make a success.

Hereby, please acknowledge our intention to apply for a fuel licence at the above-mentioned location.

Your Faithfully


Riaan de Lange
Operations manager
Kaap Agri Namibia



KAAP AGRI

22 September 2021

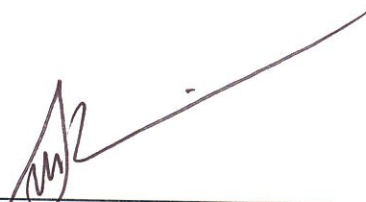
The Ministry of Mines and Energy

RE: KAAP AGRI NAMIBIA (PTY) LTD – APPLICATION FOR FUEL LICENCE

Dear Sir/ Madam

We hereby confirm that Kaap Agri Namibia (Pty) Ltd has sufficient funds available, more than N\$15,000,000 (fifteen million Namibian dollars) to successfully manage, operate and maintain the Kaap Agri Outjo Depot retail outlet and petroleum project. The funds which are made available to finance this project originates from own reserves and no loans had to be raised to fund the project.

We trust that you find the above in order.



SCHALK PIENAAR
GENERAL MANAGER
KAAP AGRI NAMIBIA (PTY) LTD



Northern Fuel Distributors CC

Reg No: CC/2001/1153

P.O. Box 654, Otjiwarongo, Namibia 9000

Tel: +264-67-302046, Fax: +264-67-304426



Kaap Agri Outjo Depot
14 Stasiestraat
Outjo
Namibia

24 September 2021

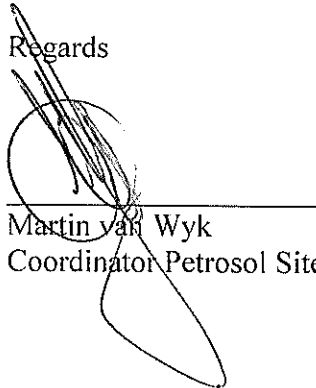
REFERENCE: Supply Letter

Northern Fuel Distributors is a registered fuel wholesaler with The Ministry of Mines and Energy, Wholesale Licence Number W/28/2006.

Northern Fuel Distributors undertakes to supply fuel to Kaap Agri Outjo Depot for Retail purposes on the condition that the site meets the requirements and specifications for operations on site as determined by The Ministry of Mines and Energy and that the operator holds a valid Retail licence with MME.

All the terms and conditions will be stipulated in the supply agreement between Northern Fuel Distributors and the customer.

Regards



Martin van Wyk
Coordinator Petrosol Sites