

MILLIE FOR OF ENVIRONMENT, FORESTRY AND TOURISM DIRECTORATE OF ENVIRONMENTAL AFFAIRS

1 1 FEB 2022

Tel: 061 284 2701 RECEIVED 2

REPUBLIC OF NAMIBIA

PRO-FORMA ENVIRONMENTAL CONTRACT

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

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

IT is hereby agreed as follows:

PARTIES.

The parties to this contract are ... Venonumba Ka (u. hereinafter referred to as the "Holder") being the holder of Non-Exclusive Prospecting Licence ... 6.973 ..., Mining Claims numbers ... 7204 b... 72047 on the one hand, and THE GOVERNMENT OF NAMIBIA (Hereinafter referred to as "the Government")

duly represented by:

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

on the other.

GENERAL OBLIGATIONS.

- 2.1 The provisions contained in this contract are in addition to and do not detract from any obligations which the Holder may have under the Minerals (Prospecting and Mining) Act, 1992 (the Act).
- 2.2 The Holder recognises that its prospecting / mining operations may have significant impacts on the environment. Accordingly the Holder undertakes that during the course of its operations it will take every practicable step necessary to ensure the mitigation of such impacts. In doing so it will liaise with the MEFT and MME as provided for in 3.3 and 4 below.



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

THE ENVIRONMENTAL CONDITIONS

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





4. COMPLIANCE AND NOTIFICATION

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

SIGNED AT	Windhoet	on this	03	day of	Augu	est	2020
					-		

For the Holder: Venounda Kary Kary (duly authorised thereto)

For the Government of Namibia:

Mr. Timoteus Mufeti Environmental Commissioner Ministry of Environment, Forestry and Tourism

10.02,2022

and

Mr. E. Shivolo

Mining Commissioner

Ministry of Mines and Energy



MINISTRY OF ENVIRONMENT, FORESTRY AND TOURISM

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

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

23 February 2022

Venoumba Karu P.O. Box 21 Opuwo Namibia

ENVIRONMENTAL CONTRACT FOR MINING CLAIM 72046-72047

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

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

Thank you,

Timoteus Mufeti

ENVIRONMENTAL COMMISSIONER

ENVIRONMENTAL CONDITIONS FOR MINING CLAIM 72046-72047

1. Pollution and waste

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

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

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

2. Vehicles and Earthmoving equipment

- 2.1 Vehicular movement shall be restricted to existing fence-lines, roads and tracks wherever possible. Where it is unavoidable that vehicles and machinery need to create new roads or tracks, these new access routes shall be carefully planned so as not to cause unnecessary environmental damage. In any event, no new road may be established without the prior approval of the landowner.
- 2.2 Any trenches where prospecting or mining has been completed, shall be systematically backfilled with overburden and topsoil, and the area rehabilitated to as near as possible a natural state.
- 2.3 Notwithstanding clause 2.1, during the reconnaissance and planning phase of exploration, off-road vehicle access is permitted to areas where tracks are sparse. Specifically this access is to define places to which tracks may at a later stage be constructed. Such access is subject to prior approval by the landowner.

3. Water

- 3.1 Water shall be used sparingly and all reasonable attempts will be made to avoid water wastage.
- 3.2 Water shall be used only for human consumption, washing and essential prospecting-related activities.

4. Protection of Fauna and Flora

- 4.1 No hunting wood or plant collecting shall be allowed within the prospecting or surrounding area. The collecting of dead wood for domestic use may only take place with the concurrence of the landowner.
- 4.2 Every effort shall be made avoid starting veld fires. Should a fire occur as a direct or indirect result of the companies' activities, the company/ claim holder shall make every reasonable effort to extinguish such fire.
- 4.3 The company/ claim holder shall provide written instructions to its entire staff and sub-contractors to this effect.

5. Interaction with neighbouring communities and / or tourists

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

6. Rehabilitation

Environmental Contract for MC 72046-72047

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

7. Monitoring and reporting

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

8. General

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

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

For the Holder: (Duly authorised thereto)	
Venoumba Karu	09.03.2022 Date
Timoteus Mufeti ENVIRONMENTAL COMMISSIONER	Date

Ministry of Environment, Forestry and Tourism



REPUBLIC OF NAMIBIA

ENVIRONMENTAL QUESTIONNAIRE FOR MINING CLAIMS IN NAMIBIA

BEING APPENDIX A TO THE ENVIRONMENTAL CONTRACT

1. BACKGROUND INFORMATION

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

2. Holder details

2.1 Name of Holder	Venomba Karn
2.3 Telephone, Fax, Cell Phone and/or E-Mail	Tel: Fax: 264 81 7532373 Cell phone: + 264 81 277 5469
2.4 Postal Address Residential/Registered Address	P.O.Bor 21, OPuwo Orontumba Kunene Regio Nami bia
2.5 Reference Number	NEPL No: Expiry: 30 July 2021
2.6 Registered Number(s)	72046 \$ 72047
 Location (Farm, District, Region) of mining claim(s) 	State Land
2.8 Group(s) of Mineral(s) to be mined	Semi-precious Stones



Numbe	r of people	Where will they live?		
4		Orontumba Village.		
3.	Environme	ental commitments		
3.1	Pollution and	Waste		
3.1.1		do with normal litter (e.g. Kitchen spoils, cans, bottles, paper, etc.)?		
3.1.2	What industry vehicles, build	rial waste will be generated and what will you do with it (e.g. old machinery, ding rubble, batteries, paint, thinners, vehicle oil, etc.)?		
	No i	noluptial wast		
3.1.3	Describe wha	t type of toilet facilities will be provided.		
	how	2 grob.		
3.2	Vehicle, ea	rthmoving equipment, drilling and blasting		
3.2.1		and quantity of vehicles, earthmoving equipment, drilling equipment, and other tely to be used on your mining claim (e.g. 2 x bakkies; 1 x bulldozer, etc.)		
	x Va	-/Balckie.		
Earthm	oving equipme	nt:		
1)ome			
Drillin	g equipment:			
N	one			
3.2.2		e environmental damage that is likely to result from the use of vehicles at thin the mining claim area (e.g. on the landscape in general, soil, vegetation		
	Only	existing roads to be used		
3.2.3	How will you environmenta	a control the movement of vehicles and machinery in order to minimise I damage?		
	Oul	existing roads to be used		
3.2.4	Which routes	will be used by vehicles to get to your mining claim and state whether you new roads or tracks (both to your mining claim and within your mining claim)?		

Only existing roads to be used

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

. . . .

Unsure:

*		
	above, explain how you intend n y of humans, livestock and wildlife?	minimising environmental impacts, including
3.3 Water		
equipme		various activities (e.g. human use, washing of ntrol, gardens, etc.) and state how you intend
Activity or car	tegory of use Quantity of w needed pe month (litre	er
Human	A	- Control of the Cont
3.3.3 Explain	how you will minimise or comple g underground water.	etely avoid polluting any water source,
No	e-illiho o	
No	9	nities and/or the general public
3.4 Relation	9	
3.4.1 Are there Yes:	as with neighbouring communi	uining claim? Unsure:
3.4.1 Are there Yes: 3.4.2 If "yes", e	any people living in or near your minds. No:	uining claim? Unsure:
3.4.1 Are there Yes: 3.4.2 If "yes", c 3.4.3 If "yes" in	any people living in or near your ming. No: \(\) explain where these people live and \(\) in 3.4.1, explain what you will do to	unsure: describe their economic activities. maintain a good relationship with such people.

3.4.3	If "yes" for 3.4.4, please explain why their movements or access will be restricted.
3.5	Protection of plants and wildlife
3.5.1	How will you ensure that your activities will not cause unnecessary damage to plants and wildlife in or near your mining claim) e.g. hunting, plant collecting, fishing, etc.) No Plant collection and No hunting
3.6	Historical, archaeological and cultural heritage (e.g. rock art, graves, monuments, fossils, sacred sites, historical buildings, etc.)
3.6.1	Are there any historical, archaeological or culturally important sites within your mining claim area? Yes:No:Unsure:
3.6.2	If "yes", please describe briefly.
3.6.3	If such sites are known, how will you avoid damaging them?
3.6.4	If such sites are discovered after you have started working your mining claim, would you accept new conditions to this contract so that they can be properly protected? Yes: No: Unsure:
3.7	Rehabilitation
3,7.1	When will you rehabilitate the environmental damage done during prospecting? (Tick the appropriate box)
1 have	no intention of rehabilitating any damage
Only a I don't	after all prospecting has finally been completed t know
3.7.2	
k	I'll ensure that I plant new plant
4.	Existing Damage
evider No	ibe what environmental damage exists in your mining claim area now, in other words, damage if by someone else before you began working on the mining claim. Where possible, provide not such as photos, statements, etc. It is a such as photos of the committee of the best of my knowledge, attended or correct, and that I'm prepared to keep to the commitments stated therein.
Ven	coumba Karn Winethools 03-08-2020

Place

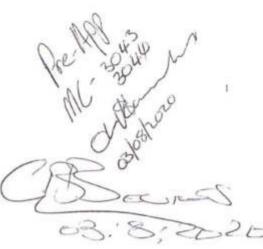
Mining Claim Holder



Date







REPUBLIC OF NAMIBIA

MINISTRY OF MINES AND ENERGY

Required in terms of section 33 of the Mi (Act 33 of 1992, h PLEASE NOTE THAT SECTION 25 OF THE ACT I	L PERSON) Inerals (Prospecting and Mining) Act, 1992 ereinafter "the Act") PROVIDES THAT ONLY NATURAL PERSONS WHO MAY PEG MINING CLAIMS
Receipt No.: \$250801	Registered No(s): MC: 12046 MC: 12047
Date entered in LANDFOLIO and by whom:	Comments by Drawing Office:
Postal Address: P. O. Boy 21	
el No (h):	Tel No (w):
ax No:	Cell phone: 08175 323 73
approved accredited agent (in terms of section 121) must be given on the prescribed form. In the case of a person who has been convicted of	in Namibia and who is required to be represented by an (1) of the Act), details of the approved accredited agent of an offence by a court of law in respect of which the spended or not, without the option of a fine, please give

MC- (Pre-Application_MC_3044)

Mining Claim (Claims)

Coordinates And Shape

	di		

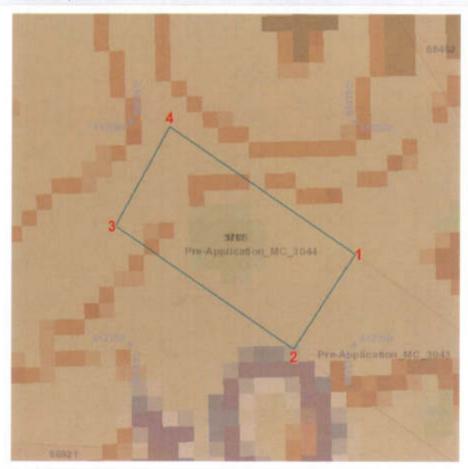
Official Area:

17.9918 Ha

GCS Bessel 1841

Coordinate system:		GC2 Dessei 1041		
	Latitude	Longitude		
Part 1				
1	17º 20' 18.96" S	013° 46' 21.00" E		
2	17º 20' 27.24" S	013º 46' 15.24" E		
3	17º 20' 16.08" S	013° 45' 59.40" E		
4	179 20' 07 44" 5	0139 46' 04 44" F		

License Shape





MC- (Pre-Application_MC_3044)

Mining Claim (Claims)

Application (Pre-Application)

General

Jurisdiction:

Namibia Mines MIN

Region:

Official Area:

17.9918 Ha

Application Number: Old License Code:

Accounting Code:

Renewal Period:

Commodities:

SPS

Comment:

Application Date:

Closure Date:

Expiry Date: Grant Date:

Last Renewal Date:

Peg Date:

Renewal Application Date:

MC- (Pre-Application_MC_3043)

Mining Claim (Claims)

Coordinates And Shape

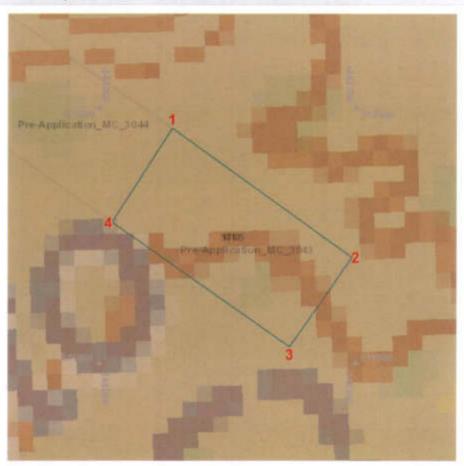
Co			

Official Area: Coordinate system: 17.9973 Ha

GCS Bessel 1841

coordinate agatem.	-	00 00000 1011
	Latitude	Longitude
Part 1		
1	17º 20' 18.96" S	013° 46' 21.00" E
2	17º 20' 30.84" S	013° 46′ 37.20″ E
3	17º 20' 38.72" 5	013° 46' 31.34" E
4	179 20' 27 24" S	0139 46' 15 24" F

License Shape





Application (Pre-Application) MC- (Pre-Application_MC_3043) Mining Claim (Claims) General Namibia Mines MIN Application Date: Jurisdiction: Closure Date: Region: Expiry Date: Official Area: 17.9973 Ha Grant Date: Application Number: Last Renewal Date: Old License Code: Peg Date: Accounting Code: Renewal Application Date: Renewal Period:

SPS

Commodities: Comment: