2.2. PROJECT RATIONALE (MOTIVATION, NEED AND DESIRABILITY)

2.2.1 Project Motivation

The proposed activity responds to Namibia's strategic vision 2030 and the NDP5 of creating a conducive environment within which its citizens prospers and contribute to the national development goals by creating employment opportunities. Overall, this activity contribute to the nation's efforts of elevating poverty amongst the rural citizens.

Critically, going ahead with the proposed activity on EPL 7246 creates a potential for the following marginal net benefits:

- Contribution Taxes and Royalty
- Technological Skill and Knowledge transfer
- Creates the most needed employment opportunities

2.2.2 Project Need and Desirability

Mining contributes about 25% to the Namibian GDP income, and thus the largest contributor to the Namibian economy. As in many African countries, mining is a key source of mineral commodities essential for maintaining and improving standards of living. Most important, the Namibian government makes provision for its citizens to obtain various mining license in order to create self-employment or business opportunities.

Einekelo, were therefore presented an opportunity to venture into the sector by undertaking an exploration programme in respect in respect to Base and Rare Metals, Dimension Stone, Industrial Minerals, Non-Nuclear Fuel Mineral and Precious Metals

Overall, the exploration activities is expected to generate full time medium to long term direct employment for at least 5-10 workers. The majority of workers to be employed on the proposed exploration project are expected to be skilled and/or semi-skilled (general labourers and operators).

2.3. PROJECT LOCATION

The EPL 8390 are situated in Southern Namibia, within the !Karas Region and approximately 30 km northwest of Bethanie settlement, 60 km Southwest of the Brukaros Mountains and about 3 km from the boundaries of the !Han/awab Conservancy. The EPL forms an irregular shape with the total area extending 40 088 Ha between latitudes 25° 25'00" S and 17° 25'00" S, and Longitudes 17° 25'00" and 18° 05'00".

EPL 8390 is accessible indirectly via the B4 road connecting Keetmanshoop to Aus and Lüderitz, and branching onto the C14 at Goageb in the direction of Bethanie and finally then by existing tracks within the farms and communal settlements. Other section of the EPL will only be accessed by foot to ensure minimum impacts on the receiving environment.

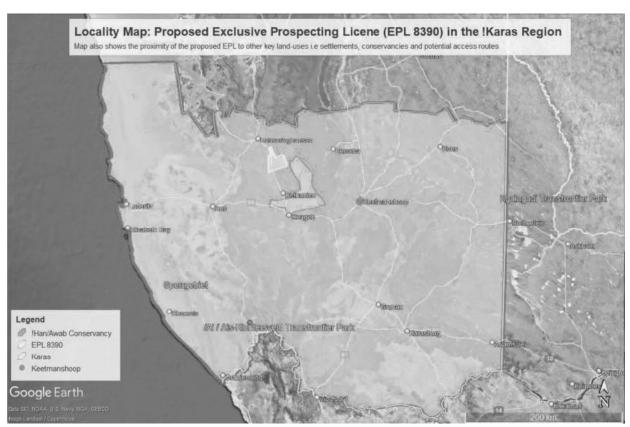


Figure 2: Locality map of the proposed exploration activity's site or area in the Hardap and Karas Regions

Table 3: Corner coordinates of the proposed development site

Corner point	Latitude	Longitude
A – EPL 8390 Point 1	-26.509207°	17.260832°
B – EPL 8390 Point 2	-26.282251°	17.554415°
C – EPL 8390 Point 3	-26.506076°	17.257316°
D – EPL 8390 Point 4	-26.474495°	17.394133°
E – EPL 8390 Point 5	-26.377214°	17.383260°
F – EPL 8390 Point 6	-26.211092°	17.253203°
G – EPL 8390 Point 7	-26.141927°	17.249478°
H – EPL 8390 Point 8	-26.151238°	17.291456°
I – EPL 8390 Point 9	-26.088130°	17.333147°
J – EPL 8390 Point 10	-26.562570°	17.271508°
K – EPL 8390 Point 11	-26.587927°	17.025713°
L – EPL 8390 Point 12	-26.672709°	17.015205°
M – EPL 8390 Point 13	-26.653843°	17.074902°
N – EPL 8390 Point 14	-26.666251°	17.215461°
O – EPL 8390 Point 15	-26.741534°	17.261319°
P – EPL 8390 Point 16	-26.642649°	17.707261°

2.4. SUPPORTING INFRASTRUCTURE

2.4.1 Basecamp

Given the location of the mining claims and that it is situated in a region with high tourism activity, an entirely new base-camp is not primarily recommended but rather a suitable community campsite must be rented for the duration of the exploration and or mining activity. Otherwise, a suitable site must be identified in collaboration with all relevant authorities including the Traditional Authority. Where practical and possible, it is strictly recommended that for unskilled labour, local community members are employed and thus