

mineral resources & energy

Department:

Minerals Resources and Energy REPUBLIC OF SOUTH AFRICA

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101 Dorp Street, Polokwane, 0699
From: Directorate Mineral Regulation: Limpopo Region Enquiries: Cate Phofele Ref: LP30/5/1/1/2/14098PR

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PALRHO EXPLORATION (PTY) LTD 1 JAMESON AVENUE ILLOVO 2076

Fax: 010 880 3285 Attention: Lili Nupen

Email: nupen@nsdv.co.za

Sir/Madam

ACCEPTANCE OF AN APPLICATION FOR A P ROSPECTING RIGHT IN TERMS OF SECTION 16 OF THE MINERAL AND PETROLEUM RESOURCES AND DEVELOPMENT ACT, ACT 28 OF 2002 AS AMENDED BY MINERAL AND PETROLEUM RESOURCES DEVELOPMENT AMENDMENT ACT, 2008 (ACT 49 OF 2008): PALRHO EXPLORATION (PTY) LTD, IN RESPECT OF THE FARM BLINKWATER 244KR, IN THE MAGISTERIAL DISTRICT OF WATERBERG.

I refer to the abovementioned matter and I confirm that your application for a prospecting right of Chrome, Cobalt, Copper, Fluorspar, Gold, Phosphate, Iron, Nickel, Platinum Group Metals, Rare Earths, Tin and Vanadium, in terms of Section 16 of the Minerals and Petroleum Resources Development Act, 2002 (Act 28 of 2002) as amended by Mineral and Petroleum Resources Development Amendment Act, 2008 (Act 49 of 2008) has been accepted.

In terms of Section 16(4) of the Act, you are therefore required to do the following:

ACCEPTANCE OF AN APPLICATION FOR A P ROSPECTING RIGHT IN TERMS OF SECTION 16 OF THE MINERAL AND PETROLEUM RESOURCES AND DEVELOPMENT ACT, ACT 28 OF 2002 AS AMENDED BY MINERAL AND PETROLEUM RESOURCES DEVELOPMENT AMENDMENT ACT, 2008 (ACT 49 OF 2008): PALRHO EXPLORATION (PTY) LTD. 14098PR

- notify in writing and consult with the landowner or lawful occupier and any other affected party and;
- (b) consult the Department of Land Affairs if it the is state-owned land, in the event the land is subject to land restitution consult office of the Commission of Land;
- (c) and submit the result of such consultation to this office on or before the 07th April 2021 (30 days).
- (d) You are requested in terms of Section 17(4) of the Act to give effect to the object referred to in Section 2(d) of the Act. In this regard, you are required to submit by no later than the 07th April 2021, the following documents:
 - duly signed shareholder's agreement;
 - share certificates and shareholder's registers;
 - articles and memorandum of association of the company;
 - details relating to funding (all relevant agreements); and
 - any other agreement or documents relating to the agreement; and
 - Identity documents of the shareholders.

In light of the minimum requirements as stipulated on Regulation 16 (1) and 16 (2) of the EIA Regulations, your application for an Environmental Authorization was incomplete as it was not accompanied by this acceptance letter as per sub Regulation 16 (1) (ix) and considering that it is now completed by this acceptance letter, you are hereby required to submit the documents as stipulated on Regulation 19 (1) to 19 98) of the EIA Regulations (only in cases where Basic Assessment Report is applicable) or Regulations 21 (Scoping Report) and Regulation 23 (EIR and EMPr) (in case of Scoping and Environmental Impact Report). All timeframes are effective from the date of this letter.

Acceptance of your application does not grant you the right to commence with prospecting operations. Your application will be evaluated / processed and a recommendation on the granting / refusal of the right will be forwarded to the Minister or her delegate. Any person operating without a prospecting / mining right or mining permit will be in contravention of Section 5(4) of the Minerals and Petroleum Resources Development Act, 2002 (Act 28 of 2002) as amended by Mineral and Petroleum Resources Development Amendment Act, 2008 (Act 49 of 2008).

N.B Notwithstanding the fact that reasonable care was taken in verifying the existence of rights, permits and prior applications this office reserves the right to consider and/or effect the provisions of sections 9(1) (a), 9 (1) (b) and 16 (2) (b of the Minerals and Petroleum Resources Development Act, 2002 (Act 28 of 2002) as

amended by Mineral and Petroleum Resources Development Amendment Act, 2008 (Act 49 of 2008).

Should it transpire at later stage that an old encumber the area under application order right, the Department will be entitled to refuse this application based on the fact that an old order right for the same minerals, has already been granted to another entity, as the granting thereof would be contrary to the provisions of the Minerals and Petroleum Resources Development Act, 2002 (Act 28 of 2002) as amended by Mineral and Petroleum Resources Development Amendment Act, 2008 (Act 49 of 2008).

Yours faithfully

REGIONAL MANAGER

LIMPOPO REGION: POLOKWANE

DATE: 8 02 2021