Environmental Impact Management Services (Pty) Ltd Registration Number: 92/05927/07 Directors: T. Nkhahle, A. Smith, L. Whitlow



Leaders in Environmental Management

28 August 2014

DMR Ref: (MP) 30/5/1/1/2/12040PR

EIMS Ref: 1045

Dear Key Interested and Affected Party:

NOTIFICATION REGARDING AN APPLICATION FOR A PROSPECTING RIGHT ON PORTION 18 OF THE FARM UITKOMST 292 IT IN THE MPUMALANGA PROVINCE

On behalf of our client CF SMIT:

Environmental Impact Management Services (Pty) Ltd (EIMS) has been appointed by CF SMIT Ltd (the applicant) to assist in preparing and submitting an Environmental Management Plan (EMPlan) and undertaking a Landowner and Public Consultation Process, in support of a Prospecting Right Application. You have been identified as a potential Interested and Affected Party (I&AP). The prospecting right application will be undertaken in accordance with the requirements of the Minerals and Petroleum Resources Development Act (Act 28 of 2002) (MPRDA) and the associated regulations and has been lodged at the Department of Mineral Resources – Mpumalanga

The applicant has applied for a prospecting right that will enable them to ascertain if economically viable mineral deposits exist within areas applied for. If approved and prospecting is undertaken all disturbed areas will be rehabilitated (where practically possible) to the pre-prospecting condition on completion of the prospecting operation.

PLEASE NOTE THAT THE APPLICANT HAS PREVIOUSLY APPLIED AND BEEN AWARDED A PROSPECTING RIGHT ON THIS PROSPERTY. THIS WAS UNDERTAKEN IN CONSULTATION WITH THE LANDOWNER WHO HAD NO OBJECTIONS TO THE DEVELOPMENT.

The prospecting right application for is coal. The invasive prospecting techniques to be employed during the operation include borehole drilling and trenching.

The prospecting right application process will be carried out as stipulated in Section 16 of the MPRDA. A public notification and involvement process is being carried out as part of the process. During this process an advertisement will be placed in a local newspaper (Highveld Tribune), notice boards will be placed around the proposed site and notification documents of the proposed activity are herewith sent out to all relevant I&APs.

This notice is in accordance with clause 16 of the MPRDA, which requests that CF SMIT notify in writing and consult with the land owner or lawful occupier and any other affected party, and submit the result of the consultation within 30 days of notice in order for the DMR to adjudicate on the prospecting application already lodged.

I&APs are given until **28th September 2014** to comment on the proposed activity and application. Comments and / or objections should be made to the Department of Mineral Resources (DMR) (please refer to contact details below) and a copy sent to EIMS. Comments will be included in the Page 1 of 2 Environmental Impact Management Services (Pty) Ltd Registration Number: 92/05927/07 Directors: T. Nkhahle, A. Smith, L. Whitlow

Comments and Responses Report and that will be submitted, together with the Environmental Management Plan (EMPlan), to the DMR at the end of the process. Please include comments, concerns and suggestions that you believe need to be addressed in the Environmental Management Plan (EMPlan) to be submitted and considered by the DMR.

EIMS respectfully requests that you please sign this letter and fax or mail it to the address details below to confirm that you have received notification with regard to the above, and that you either have no concern or objection to the CF SMIT prospecting right application, or that you do have concerns/comments/objections. Such concerns/comments/objections must be noted and where necessary attached to this letter.

I have / have no concerns/objections to CF SMIT prospecting right application

SignedDateDate

Should you have concerns/comments/objections (including those relating to environmental and social impacts) please list them below:

As stated earlier, any comments or objections to the application must be directed to the DMR (and a copy sent to EIMS) at:

- Attention: Regional Manager Mineral: DMR Mpumalanga
- Enquiries: L. Mugagadeli
- Fax: (013) 653 0500
- Tel: (013) 690 3288
- Postal address: Private Bag X7279, Witbank, 1035
- Reference no: (MP) 30/5/1/1/2/12040PR

Any queries with regards to this application can be directed to EIMS at:

- Contact person: Khalid Patel
- E-mail: khalid@eims.co.za
- Fax: 011 787 3059
- Tel: 011 789 7170
- Postal address: P.O. Box 2083; Pinegowrie; 2123
- Reference no: 0982

Please feel free to contact the undersigned if you have any queries or concerns.

Sincerely,

Khalid Patel

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