



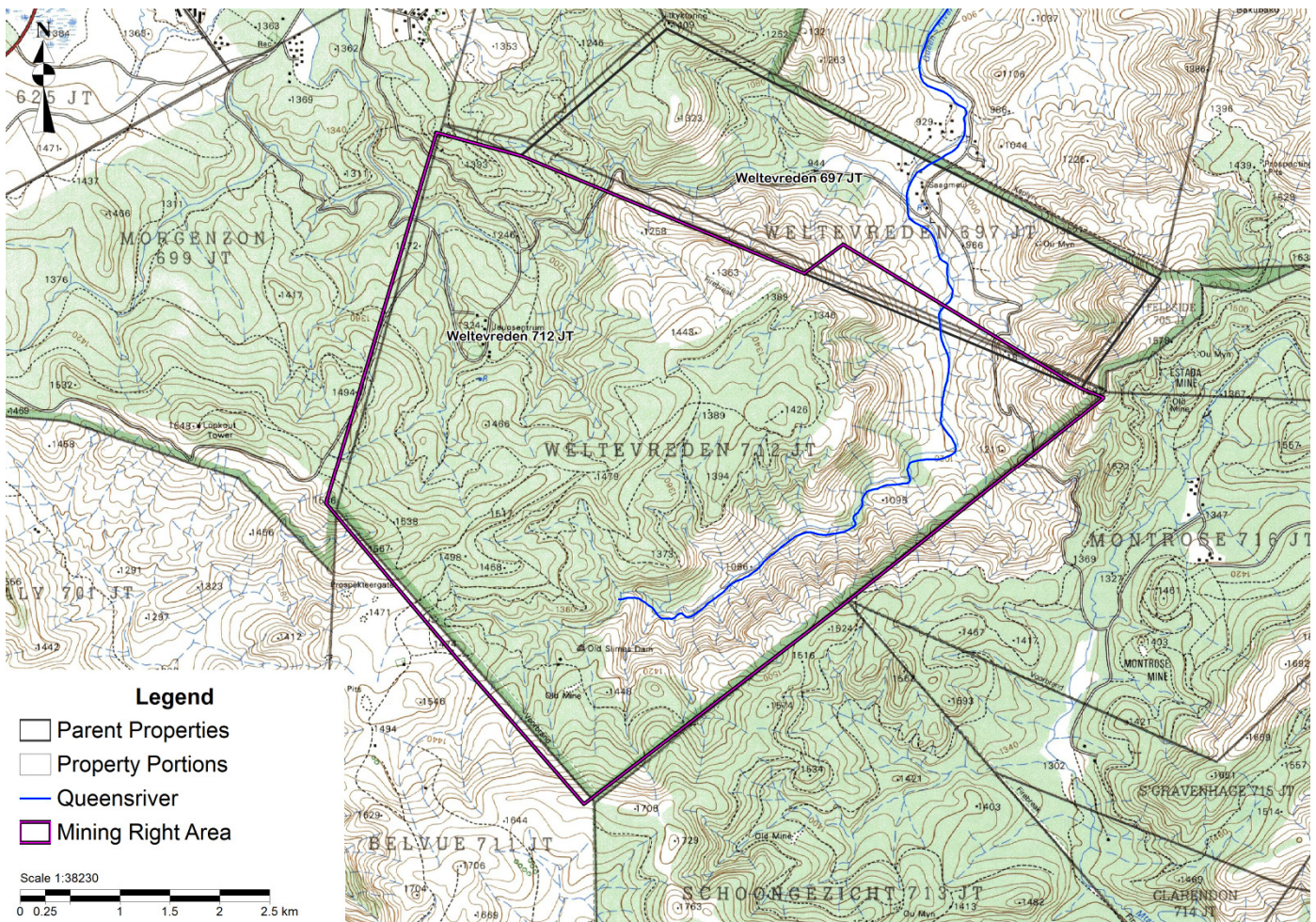
Proposed Bellevue Mine

MINING RIGHT APPLICATION

REFERENCE NUMBER: MP30/5/1/1/2/03PR

BACKGROUND INFORMATION DOCUMENT

The Bellevue Gold Project is located in the Masase Mining (Pty) Ltd obtained the district of Barberton in the Mpumalanga Prospecting Right for the properties Province of South Africa ("SA"), Weltevreden 697 JT (Portion 1) and approximately 370 km east of Weltevreden 712 JT and has now Johannesburg and 25 km southwest of the submitted a Mining Right for the area. The town Barberton in the Mpumalanga Mining Right has been accepted by the Department of Mineral Resources on 17 October 2013.





PROJECT DESCRIPTION

The area covered by the mining right application include two farms (with total extent of 2809.4ha). The Bellevue Project footprint is located at the southern corner of the property and covers an area of 67.6ha for mining and infrastructure development.

The Bellevue Project has the potential to produce good quality gold ore with possible by-products of Copper, Silver, Cobalt and Antimony.

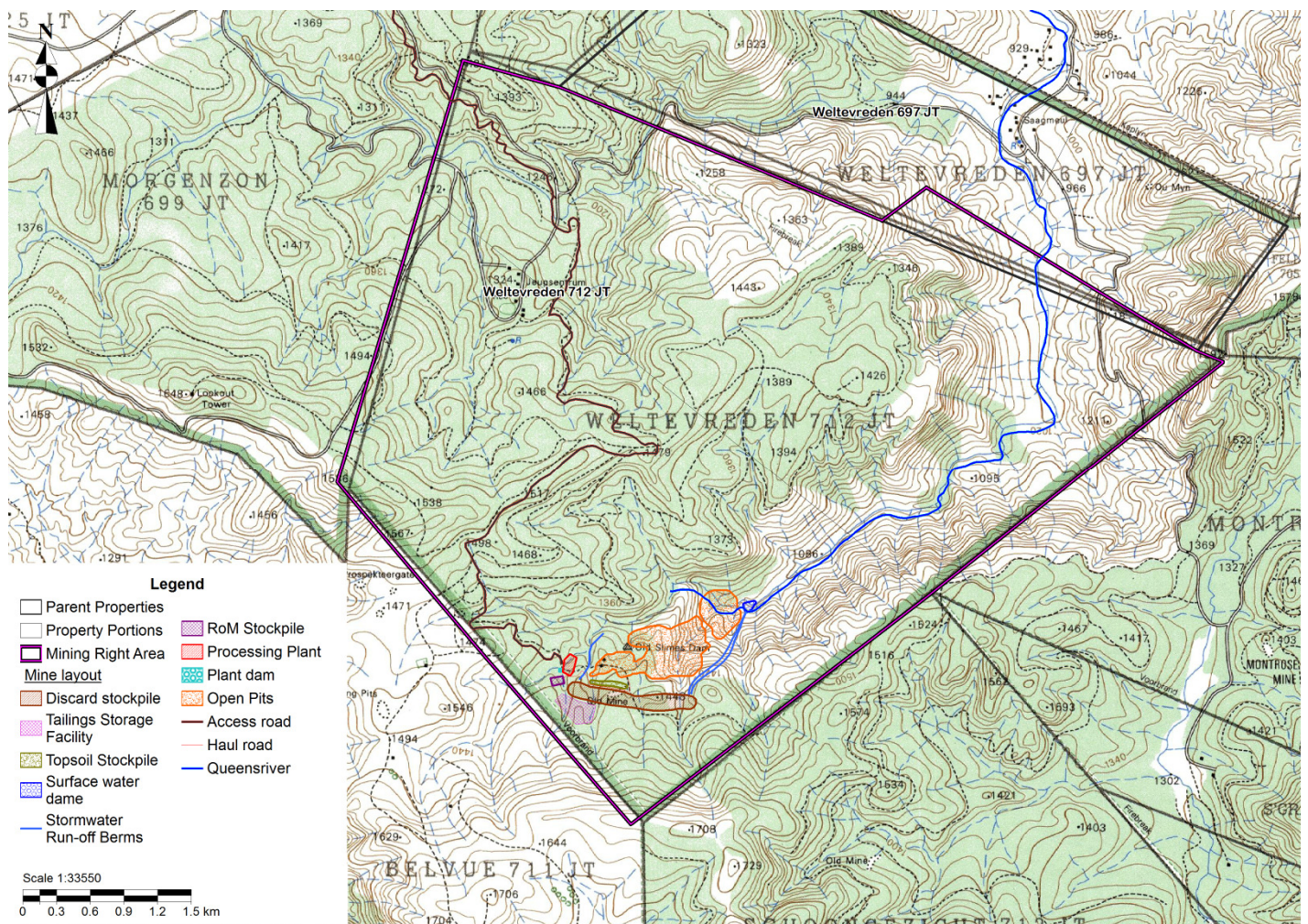
The Bellevue project is situated in the south-western portion of the Barberton Greenstone

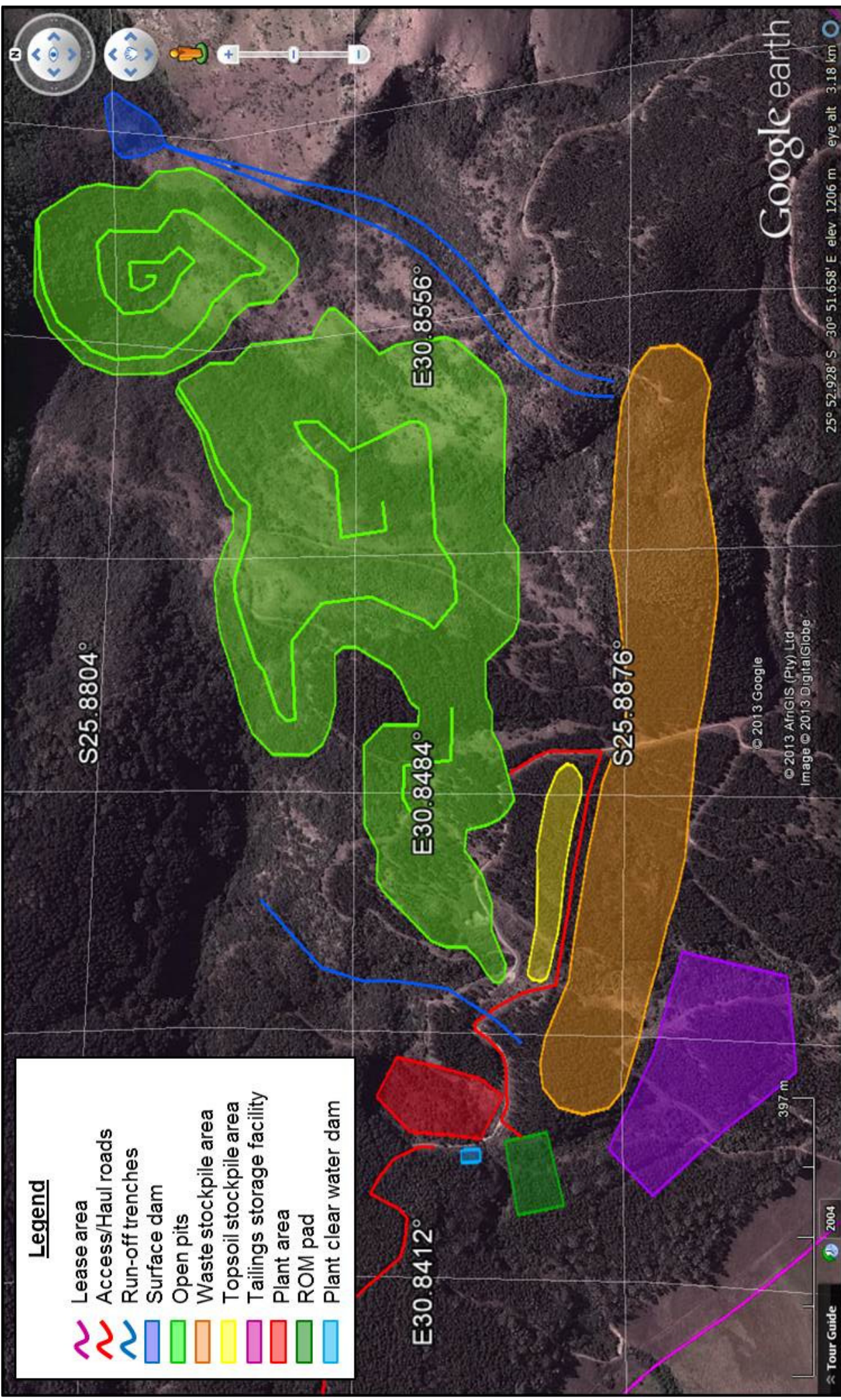
Belt (“BGB”). The ore body dips to the north at a steep (75°) angle..

It is estimated that in most instances it is mineable to a depth of 250 m through open cut methods.












Based on current information the Bellevue mine resources is approximately 36, 180 kg gold content in 16.27 tonnes of reef processed.

The current planning is that construction and mining will commence at central open pit first, followed by the eastern pit. The life of mine is expected to be 28 years.





Legend

-  Lease area
-  Access/Haul roads
-  Run-off trenches
-  Surface dam
-  Open pits
-  Waste stockpile area
-  Topsoil stockpile area
-  Tailings storage facility
-  Plant area
-  ROM pad
-  Plant clear water dam



ENVIRONMENTAL IMPACT ASSESSMENT AND MANAGEMENT PROGRAMME

Environmental management in the mining sector is currently regulated mainly by the MPRDA. Every applicant who has applied for a mining right in terms of Section 22 must conduct an EIA and submit an EMP for approval. The MPRDA allows 180 days (6 months) for this process to be completed.

Many of the ancillary activities required for mining operations (such as the construction of pipelines or roads) may also require environmental authorisation under the National Environmental Management Act 107 of 1998 (NEMA) EIA Regulations. In addition, many activities will also trigger a requirement for water use authorisation in terms of the National Water Act 36 of 1998.

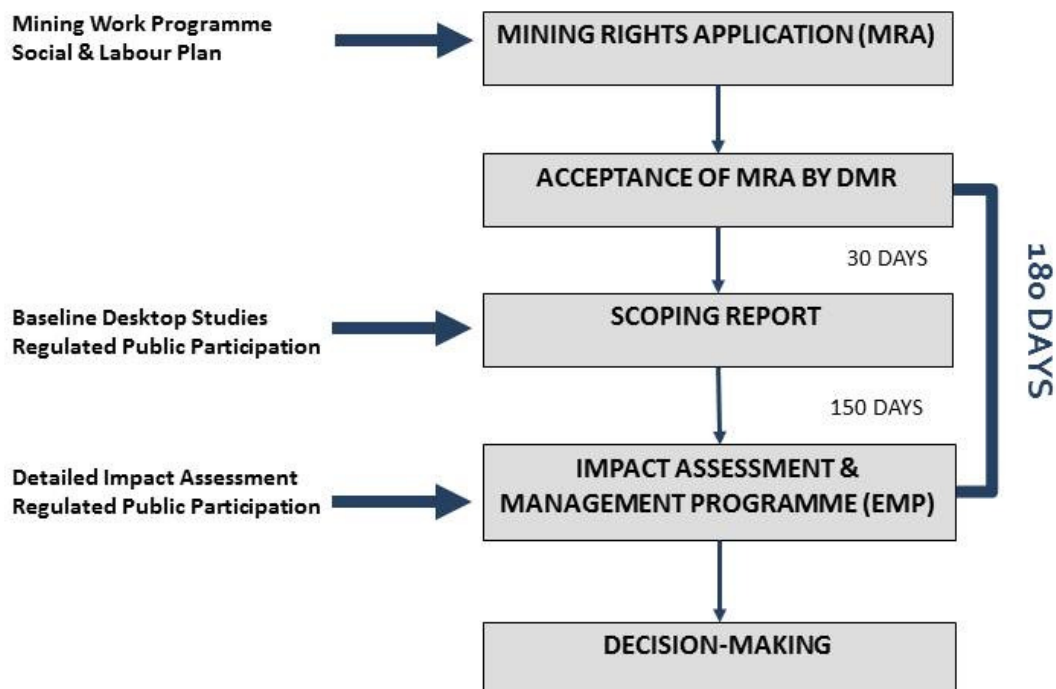
The approach for the Bellevue Project is to first apply for a Mining Right and follow the required Regulations in conducting the EIA and compile an EMP in terms of the MPRDA.

Once this process is completed and Masase Mining has obtained further detail in respect of its planned development, the applications for environmental authorisation in terms of NEMA and an Integrated Water Use License (IWUL) in terms of NWA will be conducted as separate processes.

It is important to note that the construction and mining activities cannot commence without compliance to all the legislative requirements and before all the necessary permits / licences are in place.

The EIA process in terms of the MPRDA requires the preparation of a Scoping Report within 30 days and an EIA/EMP Report within a further 150 days.

The coordination and management of the EIA process is done by an Independent Environmental Assessor (EA), Naledi Development (with appointed specialists).





PUBLIC PARTICIPATION

The Public Participation Process is a process in which IAPs are given an opportunity to comment on, or raise issues relevant to the mining activities and / or the EIA process.

Please ensure that you are registered as an Interested and Affected Party by completing the registration form attached.

Responsibilities of IAP

- Register or ensure you are registered as an IAP
- Inform others whom you think may be interested and/or affected by the proposed project, and encourage them to register
- Ensure comments are submitted within the allowed timeframes and received by the Public Participation Office
- Contributing information and/or knowledge of the environment
- Provide comments on the proposed Bellevue project
- Attend meetings scheduled throughout the process to participate and access information

Our Responsibilities as Consultants

The following actions will be taken upon receiving any comments/inputs/issues:

- The contact details provided by you will be entered into the project database and you will be sent all further public notices and documents
- If you send us queries or comments, we will respond in writing to you
- If you call us, we will record your details and queries / comments. Should we not be able to answer your questions at that moment, we will provide an official response as soon as the information has been made available to us.

As registered Interested and Affected Parties the following opportunities will exist to participate in the process:

- Registration
- Public Comment period on the Scoping Report
- Public Open Day
- Public Comment period on the EIA/ EMP Report



Your registration as an IAP and comment is important

The purpose of the EIA is to provide the authorities with sufficient information on which to base a decision on whether to grant environmental approval to the proposed project or not, and if yes, under which conditions. The contributions of stakeholders from all sectors of society will assist in informed decision-making. Naledi invites all stakeholders to participate freely, and to submit any comments or information they feel may be useful. Address details appear below.

Naledi Development (Pty) Ltd
Public Participation Manager: Lizinda Dickson
Tel: 012 543 9093 Fax: 012 543 9610
Email: Lizinda@naledidev.co.za



Bellevue Project - Registration Form

November 2013

This form must be filled in by all persons wishing to be registered as an Interested and Affected Party on the Bellevue Project. This form should be faxed back to the Public Participation Manager and/or Administrator.

REGISTRATION:

Title: Initials: Surname:

Organization / Firm:

Position / Nature of involvement

Street address:

Postal address:

Work tel: Work fax: Cell:

Home tel: Email:

COMMENTS / QUESTIONS:

<p>1. What potential impacts do you foresee including any issues / concerns regarding the project?</p>	<p><i>Please feel free to attach a separate document</i></p>
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<p>2. Do you have any direct business, financial, personal or other interests in the approval or refusal of an application</p>	<p>Yes</p>	<p>No</p>	<p>If yes, specify below</p>

<p>3. Are there any role-players that you feel we should consult with (please state their names and contact details)?</p>	<p>Initials & Surname</p>	
	<p>Organisation</p>	
	<p>Contact number / email</p>	
	<p>Interest</p>	

<p>Signature</p>	<p>Date</p>
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