

APPENDIX A: EXISTING AUTHORISATIONS



MINERAL DEVELOPMENT
NORTH-WEST REGION
RDNW (KL) 6/2/2/3827

APPROVAL OF ENVIRONMENTAL MANAGEMENT PROGRAMME IN
TERMS OF SECTION 39 (1) OF THE MINERALS ACT, (ACT 50 OF 1991) FOR
ALL MINERALS MINING ON PORTIONS

1118,1119,1120,1121,1122,1123,1124,1125,1126,1127,1128,1129,1130,1131,1151,1155,
1161,1178,1179,1180,1181,1182,1183,1212,1213,1214,1215,1216,1217,1218,1219,1220,
1221,1222,1223 AND 1224 IN THE MAGISTERIAL DISTRICT OF BRITS.

Imbasa Platinum Holdings (Pty) Ltd
P.O Box 35270
Menlo Park
0102

Dear Sir/Madam

Attached please find an approved EMP for your operation. Kindly note that the approved EMP stipulates Environmental Management and a copy should always be available on site.

CONDITIONS

- a) All mining activities must take place in accordance with the approved EMP.
- b) No contractors will be allowed under the permit unless the written permission is given by the Director: Mineral Development (DME, Klerksdorp)
- c) No mining activities are allowed within 1:50 year flood line or 100m from the edge of the river whatever is the greatest, without the necessary authorization from DWAF
- d) No mining infrastructure is allowed to be constructed within the 1:100 year flood line without the necessary authorization from DWAF
- e) The applicant is responsible for all surface disturbances on the mining area, which includes all historical mining activities.
- f) All available topsoil must be stripped and stockpiled separately prior to any surface disturbance.

- g) All mine waste must be taken back to the excavation area for backfilling purposes.
- h) No mines waste will be allowed to be deposited in natural drainage lines or erosion gullies.
- i) No dumps structures must be left on the surface, this includes topsoil stockpiles, overburden stockpiles, waste rock stockpiles, tailing dumps and slimes dams.
- j) All excavations must be backfilled to the natural surface level, if a bulk factor exists it must be accommodated on the total area of disturbance.
- k) A surveyed plan must be submitted every year to the DMD that indicates:
 - The positions, footprints and volumes of all topsoil stockpiles, overburden dumps, waste rock dumps and slimes dams (Any structure that is above the natural surface.)
 - The positions, surface areas and depths of all open pits.
 - The positions and surface areas of all rehabilitated areas (please indicate the status of rehabilitation-backfilled, profiled/landscaped, topsoiled, vegetated or monitoring and managing.
- l) The rehabilitation fund must be upgraded or revised on an annual basis according to the surveyed plan, which indicates the progress in rehabilitation.
- m) Any project, expansions or additional infrastructure must be addressed through an addendum and submitted to the Director: Mineral Development for his approval, before they commence.


This approval may be amended at any stage if deemed necessary.

- n) This approval does not purport to absolve your company from its common law obligations towards the surface rights holder or any other affected party.
- o) The following Acts are applicable and relevant to the said approval and your company is to familiarize itself with the provisions in so far as they apply to the company's operations:
 - The National Water Act 1998, (Act 36 of 1998), with particular reference to the sections pertaining to mining or prospecting in the proximity of dams and their catchments areas, rivers, marshes, streams, pans and other water courses.
 - The Environmental Conservation Act (Act 73 of 1989). Your attention is specifically directed to the requirements of section 20 of the above-mentioned Act.
 - The Atmospheric Pollution Prevention Act, 1965 (Act 45 of 1965), with particular reference to the sections pertaining to the liberation of dust, and other emissions, created by mining activities, into the atmosphere
 - The Conservation of Agriculture Resources Act, 1983 (Act 43 of 1983), with particular references to the sections pertaining to soil conservation.
 - The National Heritage Resources Act (Act No 25 of 1999), with particular reference to the protection of all historical and pre-historical cultural remains.

- The Mine Health and Safety Act (Act 26 of 1996) in conjunction with the Minerals Act (Act 50 of 1991), with particular reference to those sections and regulations pertaining to health and safety at mines; mining within 100 m from structures that must be protected; as well as those sections pertaining to rehabilitation of the surface.

p.) All persons concerned must be made fully conversant with the terms of this approval, copies of which must be readily available to them.

Yours faithfully


.....
DIRECTOR: MINERAL DEVELOPMENT
NORTH WEST REGION
DATE: 29/04/2004

ACKNOWLEDGEMENT OF RECEIPT:.....
DATE:.....

CONVERTED
PROSPECTING RIGHT

IMBASA PLATINUM (PTY) LTD
REGISTRATION NO: 2002/030085/07

i.r.o

VARIOUS PORTIONS OF FARM
HARTEBEESTPOORT "B" 410
REGISTRATION DIVISION J.Q.
DISTRICT OF BRITS



Meyer, Van Sittert & Kropman

Prokureurs, Notarisse en Transportbesorgers
Attorneys, Notaries and Conveyancers

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Docex 14, Klerksdorp

Telefoon / Telephone (018) 462-5704
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Algemeen / General (018) 462-6831
Aktes / Deeds (018) 462-8088



DEPARTMENT: MINERALS AND ENERGY
REPUBLIC OF SOUTH AFRICA

CONVERTED PROSPECTING RIGHT

Converted in terms of Item 6 of Schedule II of the Mineral and Petroleum Resources Development Act,
2002 (Act No. 28 of 2002)

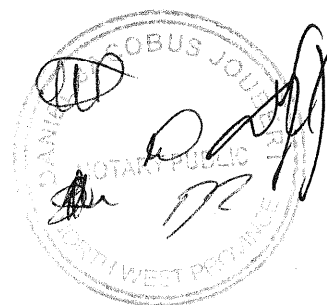


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Registered in the	MINERAL & PETROLEUM RESOURCES
in the Register of	REGISTRATION OFFICE: PRETORIA
on this	PROSPECTING RIGHTS
under	08 day of AUGUST 2006
	31/1/2006 (PR)
	DIRECTOR-GENERAL
	DEPT. OF MINERALS AND ENERGY

2606
Protocol No: ----/2006

LET IT HEREBY BE MADE KNOWN:

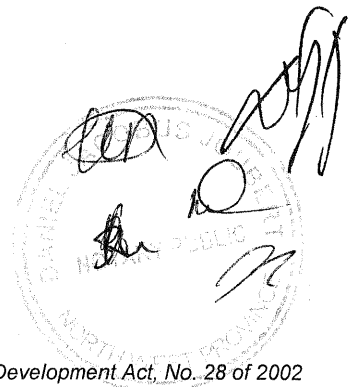
THAT on this 7th day of **June** in the year **2006**, before me, **Daniel Jacobus Joubert** notary public, duly sworn and admitted, residing and practising at **Klerksdorp**, in the **North West** Province of South Africa, and in the presence of the subscribing competent witnesses, personally came and appeared:

Gabatsholwe Levy Rapoo Regional Manager, **North West** Region of the Department of Minerals and Energy, and as such in his/her capacity as the duly authorised representative of:

THE MINISTER OF MINERALS AND ENERGY

The said Regional Manager, being duly authorised thereto under and by virtue of a Power of Attorney granted by the Deputy Director General: Mineral Regulation of the Department of Minerals and Energy on the 13th day of **September** in the year **2005** in terms of the powers delegated to him by the Minister on the 12th day of May 2004 in terms of section 103 (1) of the Mineral and Petroleum Resources Development Act, 2002 (Act No. 28 of 2002),

AND



David Russell Stuart Reeves in his capacity as the company's Director, and as such, the duly authorised representative of Imbasa Platinum (Pty) Ltd, Identification/Registration number:

2	0	0	2	/	0	3	0	0	8	5	/	0	7	
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(Hereinafter together with his/her/its successors in title and assigns referred to as "the Holder", he/she, the said representative, being duly authorised thereto under and by virtue of a power of attorney/resolution of directors/members of the Holder, signed or passed at Johannesburg on the 1st day of June in the year 2006 which power of attorney or a certified copy of a resolution has this day been exhibited to me, the notary, and remain filed of record in my protocol with the minutes hereof.)

AND THE MINISTER AND HOLDER DECLARED THAT:

WHEREAS The State is the custodian of the nation's mineral and petroleum resources in terms of section 3 of the Act,

AND WHEREAS The Holder has applied for conversion of an old order prospecting right in terms of Item 6 of the schedule to the Act,

AND WHEREAS The Deputy Director General: Mineral Regulation has by virtue of the powers delegated to him, converted the Holder's old order prospecting right in terms of Item 6 of Schedule 2 to the Act,

NOW THEREFORE THE MINISTER CONVERTS THE HOLDER'S OLD ORDER PROSPECTING RIGHT SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

The bottom right corner of the page contains several handwritten signatures in black ink. To the left of these signatures is a faint circular stamp, likely an official seal or notary mark, though its text is illegible.

Definitions

In this prospecting right, unless the context indicates otherwise, the following words and expressions shall have the meanings assigned to them:

'**Act**' means the Mineral and Petroleum Resources Development Act, 2002 (Act 28 of 2002) and includes the Regulations, guidelines, directives and orders made in terms of this Act;

'**Holder**' is as defined in the Act, and specifically in relation to this right, means **Imbasa Platinum (Pty) Ltd**, Registration No /Identification No. **200203008507**;

'**Mineral**' is as defined in the Act, and specifically in relation to this right means **All minerals**;

'**Minister**' means the Minister of Minerals and Energy and includes the successors in title, the assignee or any person duly authorised to act in the Minister's place and stead;

'**Old order prospecting right**' is as defined in the schedule to the Act;

'**Prospecting Area**' is as defined in the Act and includes any additional area of environmental liability as may be reflected on the Environmental Management Plan relating to this right;

'**Prospecting right**' is as defined in the Act and includes all the Annexures to it, Agreements and inclusions by reference;

'**Prospecting Work Programme**' is defined in the Act and is as reflected in **Annexure A** to this prospecting right; and

'**Regional Manager**' is as defined in the Act and specifically in relation to this right means the Regional Manager for the **NORTH WEST** Region of the Department of Minerals and Energy.



1. Description of the Prospecting Area

The Prospecting Area shall comprise the following:

Certain: **Portions 1118 to 1131, 1212 to 1224, 1151, 1155, 1161, 1178 to 1183 of the farm Hartebeestpoort "B" 410 JQ**

Situated: , Magisterial/Administrative District **Brits**

Measuring: **1 673, 1539** hectares in extent.

(In the case of various farms being involved, a list can be attached and referred to as **Annexure**);

Which Prospecting Area is described in detail on the attached Diagram/plan marked **Annexure B**.

2. Conversion of old order Prospecting Right and permission to Remove

2.1 Without detracting from the provisions of Item 6 of the schedule to the Act, sections 5 and 19 of the Act, the Minister converts the Holder's old order prospecting right and grants to the Holder, the sole and exclusive right to:

2.1.1 Prospect for the Holder's own account, the mineral/s in, on and under the Prospecting Area, and:

2.1.2 The terms and conditions of this prospecting right, the provisions of the Act and any other relevant law in force for the time being.

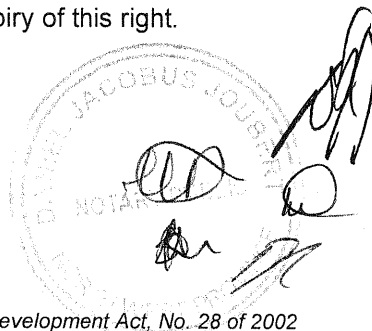
[Where the right to remove has not been granted, Clause 2.1.2, and its sub-clauses above are not applicable and should be deleted and the rest of clause 2 should be amended accordingly before execution].

3. Commencement, Duration and Renewal

3.1. This prospecting right shall commence on **7th June 2006** and, unless cancelled or suspended in terms of section 47 of the Act, will continue in force for a period of **Five (5)** years ending on **6th June 2011**.

3.2. The Holder must continue to conduct prospecting operations failing which this right may be cancelled or suspended.

3.3. Any application for a renewal of this prospecting right shall be submitted to the office of the Regional Manager not later than 60 working days prior to the date of expiry of this right.



4. Amendments, Variation and Abandonment

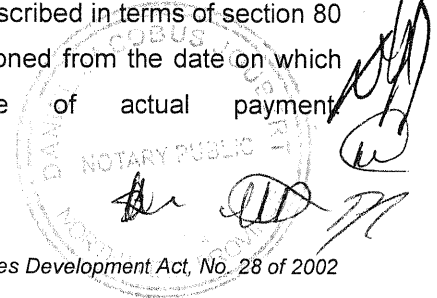
- 4.1 The terms of this right may not be amended or varied (including by extension of the area covered by it or by the addition of minerals or a share or shares or seams, mineralized bodies, or strata, which are not at the time the subject thereof) without the written consent of the Minister.
- 4.2 The Holder shall be entitled to abandon or relinquish the right or the area covered by this right entirely or in part. Upon abandonment or relinquishment of the prospecting area or any portion thereof, the Holder must:
- 4.2.1 Furnish the Regional Manager with all prospecting results and/or information, as well as the general evaluation of the geological, geophysical and borehole data in respect of such abandoned area in so far as it applies to the mineral or any other mineral or minerals obtained in respect of this right, and
- 4.2.2 Apply for a closure certificate in terms of section 43 (3) of the Act.
- 4.3 With effect from the date the Holder has abandoned or relinquished a portion/s of the Prospecting Area, and subject to section 43 of the Act, the Minister is entitled to grant any prospecting rights or mining rights or any right or permit referred to in the Act in, on, or under the portion/s, so abandoned or relinquished, to any person/s.

5. Payment of Prospecting fees, Royalties and other Monies

- 5.1 Prospecting fees as contemplated in section 19(2) (f) of the Act are payable by the Holder from the commencement of this right in accordance with Regulation 76 of the Regulations to the Act.
- 5.2 Royalties as contemplated in section 19(2) (g) of the Act shall be payable to the State for the sale and/or disposal of the mineral in terms of and upon the implementation by the Minister of Finance of a relevant Act of Parliament or an amendment of an Act of Parliament which provides for such payment.
- 5.3 If, prior to the commencement of the Act, the Holder of this right paid any levy, fees, royalties or consideration to the State, the Holder shall continue to pay same applicable to such old order right until such time a relevant Act of parliament is implemented.

6. Payment of Interest

If the prospecting fees and royalties referred to in clause 5 above are not paid punctually, the Holder shall be in *mora* and shall pay interest thereon at the rate prescribed in terms of section 80 of the Public Finance Management Act, 1999 [Act 1 of 1999] reckoned from the date on which payment becomes due and payable, to the date of actual payment.



7. Restrictions and Obligations Imposed on the Holder

- 7.1. The Holder is entitled to the rights referred to in sections 5(2), (3) and 19 of the Act, and such other rights as may be contained in this prospecting right or such other rights as may be granted to, acquired by or conferred upon it by any other applicable law.
- 7.2. Prospecting operations in the prospecting area must be conducted in accordance with the Prospecting Work Programme and the approved Environmental Management Plan and any amendment thereof.
- 7.3. The Holder shall not trespass or enter into any homestead, house or its curtilage nor interfere with or prejudice the interests of the occupiers and/or owners of the surface of the Prospecting Area except to the extent to which such interference or prejudice is necessary for the purposes of enabling the Holder to properly exercise the Holder's rights under this prospecting right.

8. Mortgage, Cession, Transfer, and Alienation

This prospecting right, a shareholding, an equity, an interest or participation in the right or joint venture, or a controlling interest in a company, close corporation or joint venture, may not be encumbered, ceded, transferred, mortgaged, let, sublet, assigned, alienated or otherwise disposed of without the written consent of the Minister, except in the case of a change of controlling interest in listed companies.

9. Protection of Boreholes, Shafts, Adits, Openings and Excavations.

All boreholes, prospecting shafts, adits, openings, excavations, sunk or made, by the Holder during the currency of this prospecting right shall be sealed, closed, fenced, made safe by the Holder in accordance with the approved Environmental Management Plan, the Mine Health and Safety Act, 1996 or any other applicable laws and regulations.

10. Holder's Liability for payment of Compensation for Loss or Damage

- 10.1. The Holder shall, during the tenure of this right while carrying out the prospecting operations under this prospecting right, take all such necessary and reasonable steps to adequately safeguard and protect the environment, the prospecting area and any person/s using or entitled to use the surface of the prospecting area from any possible damage or injury.



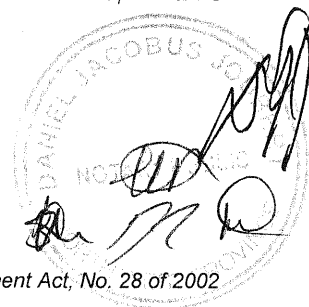
- 10.2. Should the holder fail to take reasonable steps referred to above, and to the extent that there is legal liability, the holder shall compensate such person or persons for any damage or losses, including but not limited to damage to the surface, to any crops or improvements, which such person or persons may suffer as a result of, arising from or in connection with the exercise of his/her rights under this prospecting right or of any act or omission in connection therewith;
- 10.3. Neither the Minister, nor the State, shall be liable for any damage or loss of whatsoever nature that may occur or result from any prospecting activities in terms of this Prospecting Right.

11. Inspection of Prospecting Area

The Minister and/or any person duly authorised thereto in writing by the Minister shall be entitled to inspect the prospecting area, the Holder's prospecting operations and the execution of the approved Environmental Management Plan on the Prospecting Area as provided for in the Act, and any instruction conveyed in writing by the Minister to the Holder requiring the proper performance by the Holder of the Holder's obligations under this prospecting right shall be put into effect by the Holder in terms of the Act.

12 Cancellation or Suspension

- 12.1. Subject to section 47 of the Act, the Minister may cancel or suspend this right if the Holder:
- 12.1.1. Submits inaccurate, incorrect and or misleading information in connection with any matter required to be submitted under the Act;
- 12.1.2. Fails to honour or carry out any agreement, arrangement, or undertaking, including, where applicable, the undertaking made by the Holder in terms of the Broad Based Socio Economic Empowerment Charter on which the Minister relied for the granting of this right;
- 12.1.3. Breaches any material term and condition of this prospecting right;
- 12.1.4. Conducts prospecting operations in contravention of the provisions of the Act;
- 12.1.5. Contravenes the requirements of the approved Environmental Management Plan; or
- 12.1.6. Contravenes any provisions of this Act in any other manner.
- 12.2. Before the Minister cancels or suspends this right, the Minister must:
- 12.2.1 Give a written notice to the Holder indicating the intention to suspend or cancel this right;
- 12.2.2 Give reason/s why the Minister is considering the suspension or cancellation of this right;
- 12.2.3 Give the Holder 30 days to show reasons why the right should not be suspended or cancelled;
- 12.2.4 Notify the mortgagee, [if any] of the intention to suspend or cancel this prospecting right; and
- 12.2.5 Direct the holder, where it is possible to remedy a contravention, breach or failure, to take specified measures to remedy such contravention, breach or failure to comply.



- 12.3 If the Holder does not take the measures as specified by the Minister to remedy a contravention, breach or failure, and after having considered any representations by the holder in terms of clause 12.2.3, the Minister may suspend or cancel this right

13. Records and Returns

- 13.1. The Holder shall maintain all such books, plans and records in regard to prospecting operations on the Prospecting Area as may be required by the Act and shall furnish to the office of the Regional Manager such reports and documents as may be relevant under this right.
- 13.2. The Holder shall annually furnish to the Regional Manager progress reports contemplated in section 21 (1) (b) of the Act in such a manner and on such timeframes as prescribed by Regulation 8.
- 13.3 The Holder shall furthermore at the end of each year following commencement of this prospecting right, inform the Regional Manager in writing of any new developments and of the future prospecting activities of the mineral/s on the Prospecting Area.

14. Minister's Liability for Compensation

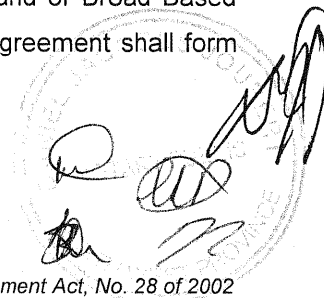
The Minister shall not at any time be liable or responsible for the payment of compensation of whatever nature to the Holder, the Holder's successors-in-title or assigns, or any other person, as a result of the conversion of the Holder's old order prospecting right.

15. Compliance with the laws of the Republic of South Africa

The granting of this right does not exempt the Holder and its successors in title and/or assigns from complying with the relevant provisions of the Mine Health and Safety Act, 1996, (Act no.29 of 1996) and any other relevant law in force in the Republic of South Africa.

16. Provisions relating to section 2(d) of the Act

In the furthering of the objects of this Act, the Holder is bound [where applicable] by the provisions of an agreement or arrangement dated **21st February 2002** entered into between the Holder/ empowering partner and **Fumi Gqiba and Jama Natural Resources (Pty) Ltd (Annexure C)** (the empowerment partner) which agreement or arrangement was taken into consideration for purposes of compliance with the requirements of the Act and or Broad Based Economic Empowerment Charter developed in terms of the Act and such agreement shall form part of this right.



17. Severability

Notwithstanding anything to the contrary, any provision of this prospecting right which is contrary to any provision of the Act or which is otherwise ultra vires, null and void, voidable, or unenforceable, shall be severable from the rest of this right, such rest thus being and remaining of full force, effect and enforceability.

18. Domicilia citandi et executandi

18.1. The parties hereto choose the following addresses as their *domicilia citandi et executandi* and for all purposes arising from this prospecting right, in particular for the purposes of serving of any notice in terms of this prospecting right, and any notice properly addressed to the under-mentioned postal addresses of the parties shall be deemed to have been received by the addressee within 14 days if given in writing and posted by registered post addressed to the addressee at the relevant postal address:

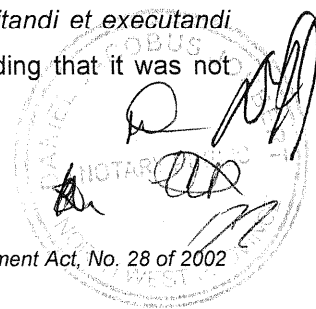
18.1.1. In the case of the Minister:

Physical Address	Postal Address
<p>1 Charel de Klerk Street Senwes Building Code 2570 Tel (018) 464 1631 Fax (0180 462 9036</p>	<p>Private Bag x 59 Klerksdorp 2570</p>

18.1.2. In the case of the Holder:

Physical Address	Postal Address
<p>2 Roos Street Fourways Code 2191 Tel 082 881 7850 Fax (012) 348 9458</p>	<p>P O Box 2055 Fourways 2191</p>

18.2. Notwithstanding anything to the contrary herein contained, a written notice or communication actually received by a party at any place other than the chosen *domicilia citandi et executandi* shall constitute adequate notice or communication to the party notwithstanding that it was not sent to or delivered at such party's chosen *domicilium citandi et executandi*.



18.3. Either party shall be entitled from time to time to change the *domicilia citandi et executandi* or postal address furnished above after giving at least 14 days prior *written* notice of such change to the other party, failing which the above-mentioned addresses will remain in force.

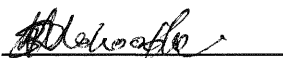
18.4 Any written notice or communication contemplated in this clause which is forwarded by one party to the other by registered post will be presumed to have been received by the addressee on the fourteenth [14] day following the date of posting from an address within the Republic of South Africa to the addressee at the postal address of the addressee for the time being as determined in accordance with the provisions of this clause.

19. Costs

The Holder shall pay all costs and charges incurred in connection with the execution and registration of this prospecting right.

Thus done and signed at **Klerksdorp** on the 7th day of **June** in the year **2006** in the presence of the undersigned witnesses:

AS WITNESS:

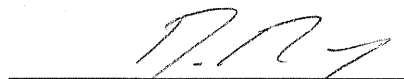




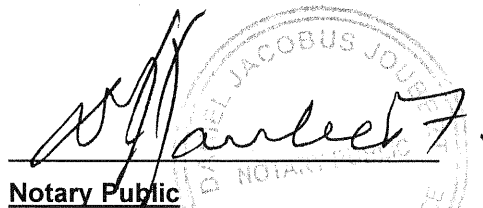
For and on behalf of the **Minister**

AS WITNESS:





For and on behalf of the **Holder**


Notary Public

