



mineral resources

Department:
Mineral Resources
REPUBLIC OF SOUTH AFRICA

Private Bag X 33, Welkom, 9460. Tel: 057 3911300 Fax: 057 3571241
The Strip Building C/o 314 Stateway, Welkom, 9459
From: Directorate: Mineral Regulation: Free State Region
Enquiries: N A Tshivhandekano Ref. FS 30/5/1/1/2/391 PR

DMR 10

REGISTERED MAIL

The Directors
De Beers Consolidated Mines Ltd
PO Box 616
Kimberley
8301

Fax: (053) 8394575
Tel: (053) 8394248

For attention: A Dreyer

CONVERSION OF AN OLD ORDER PROSPECTING RIGHT INTO A PROSPECTING RIGHT TO PROSPECT FOR DIAMONDS AND DIAMONDS (GENERAL, ALLUVIAL AND IN KIMBERLITE) IN RESPECT OF SUBDIVISION 1 (KINGS PADDOCK), SUBDIVISION 16 AND THE REMAINING EXTENT OF THE FARM JAGERSFONTEIN 14 (EXCLUDING TAILINGS DUMPS), SITUATED IN THE MAGISTERIAL DISTRICT OF JAGERSFONTEIN. APPLICANT: DE BEERS CONSOLIDATED MINES LTD.

1. It is confirmed that your Company's abovementioned application for the prospecting of **diamonds and diamonds (general, alluvial and in kimberlite)** in respect of the abovementioned property has been **approved** in terms of Item 6(3) of Schedule II of the Transitional Arrangements of the Mineral and Petroleum Resources Development Act, 2002 (Act 28 of 2002). A copy of a standard converted prospecting right similar to the one that will be signed is attached hereto only for your information. This office will prepare the final copies of the right to be signed.
2. Take note that the Regional Manager will execute the converted right on or before **30 October 2010**.

3. In the light of the afore-going, your Company is requested to:

4.1. Submit six (6) copies of documentary proof of your Company's full compliance with BEE, ensure that these documents are submitted to the Regional Office not later than 30 days prior to the date mentioned in paragraph 2 above.

4.2. Make arrangements for the authorized representative(s) of your Company to be present and attend the signing of the converted mining right .

4. Note further that in terms of Item 7(5) of the Transitional Arrangements of the Act, the signed/executed mining right must be subsequently lodged for registration at the Mineral and Petroleum Titles Registration Office, Pretoria, within 90 days after the said signing/execution.

5. Failure to comply may result in the withdrawal, suspension or cancellation of the right in question.

Yours faithfully



J.M. RAPHELA
ACTING DEPUTY DIRECTOR-GENERAL:
MINERAL RESOURCES
DATE: 15/10/2010