

PILANESBERG PLATINUM MINES (PTY) LTD ITERELENG BAKGATLA MINERAL RESOURCES (PTY) LTD RICHTRAU NO. 123 (PTY) LTD

REGULATORY AUTHORITIES SCOPING MEETING

DATE	10h00, 6 March 2012		
VENUE:	PPM Boardroom		
PROJECT:	Environmental assessments for various mining related projects		
SLR COMPANY:	SLR Consulting (Africa)		
PROJECT NUMBER:	B001-03 and B007-19		
PURPOSE:	The purpose of the scoping meeting was to:		
	 outline the proposed projects and environmental process; 		
	 raise and record environmental issues; and 		
	 agree on the process to be followed and the way forward. 		
ATTENDANCE:	An attendance register is presented in Appendix 1.		

1. OPEN AND INTRODUCTION

The meeting was opened by Fiona Bolton of SLR Consulting (Africa) (Pty) Ltd (SLR) (previously known as Metago Environmental Engineers (Pty) Ltd). Fiona Bolton introduced the project team present in meeting: Victoria Tucker (SLR), Dean Riley from Pilanesberg Platinum Mine (Pty) Ltd (PPM), Richard Viring from Richtrau No. 123 (Pty) Ltd (Richtrau), and Jan van der Merwe from Boynton Platinum.

SLR is an independent environmental consulting company appointed by PPM, Itereleng Bakgatla Mineral Resources (Pty) Ltd (IBMR) and Richtrau to undertake an environmental assessment for the proposed projects. A copy of the background information document (BID) was provided to all meeting attendees.

2. PRESENTATIONS

Fiona Bolton gave an outline of the proposed projects and the environmental authorisation process being followed as described in the presentation. Thereafter Dean Riley provided more technical details of the proposed projects in a second presentation. Copies of both presentations are attached in Appendix 2.

3. DISCUSSION

All the issues that were raised in the meeting have been recorded in Table 1 below. Where a response was provided this has also been included in the table. Given the nature of this meeting, not all questions could be answered during the meeting.

All the issues have been recorded and will be addressed in the environmental impact assessment (EIA) process.

TABLE 1: RECORD OF ISSUES RAISED AND RESPONSES GIVEN

Issue raised	By whom	Response (given by the project team unless stated otherwise)					
Process Related Issues							
There is no timeline yet that outlines when the three operations will become one?	Charles Nemutandani	The possibility of the consolidated operation is under discussion and it is not expected in the immediate future but perhaps in a few years'					
Is it not better to consolidate PPM into the larger operation now?	Charles Nemutandani	time.					
Was the Department of Land Affairs informed of this meeting and the proposed project?	Bafedile Moselane	The Department of Land Affairs (now called the Department of Rural Development and Land Reform [DRDLR]) has been notified of the proposed projects and was invited to attend this meeting.					
At the municipality we are aware that there is an issue with regards to the community of Lesetlheng and the BBKTA.	Bafedile Moselane	SLR has engaged with the Lesetlheng community as part of the consultation phase. The community indicated that there are existing issues with the BBKTA.					
The municipality must check with Land Affairs with regards to the deed searches and land claims (of the Lesetlheng community).	Mpho Molongoana	Agreed, it would be best for the municipality to contact the DRDLR directly.					
Is the 40 day review period legislated?	Bafedile Moselane	Yes, NEMA states that there is a 40 day period for regulatory authorities to review the report.					
Is the Tuschenkomst water supply part of these proposed projects?	Charles Nemutandani	No, the water supply project does not form part of the projects under discussion today.					
Will we receive the minutes of this meeting?	Mpho Molongoana	Minutes of the meetings will be included as an appendix in the Scoping Report.					
Technical Related Issues							
What is the lifespan of Sedibelo and Magazynskraal?	Bafedile Moselane	20 – 25 years. In reality if the consolidated operation is approved it would be in place for at least 50 years.					
Will the area to the north of Wilgespruit (on Cyferkuil) be mined?	Mpho Molongoana	The mining rights on these properties are held by third parties. We are not aware of the plans					
Will the Koefoesfontien/Kruidfontein reef be mined?		for mining on these properties					
Why is one area mined opencast and the other area mined underground?	Sandra Mafisa	If the reef is near the surface then it is easier in mine using the opencast method. The eastern portion of Sedibelo and the Magazynskraal sit is purely underground mining due to the fact that the reef is located 150m below the ground					
Will the Wilgespruit pit be rehabilitated?	Charles Nemutandani	Yes, the pit will be backfilled once mining is complete.					
Surface Water Related Issues							
There are two dams that were mentioned in the presentation, is the mine intending to rebuild them?	Sandra Mafisa	The two dams were destroyed years ago. The mine is not planning on rebuilding them. The plan is to flood the Tuschenkomst pit and offer the water as a resource to the communities. There is a possibility that the Tuschenkomst water body will contain the same volume of water as the Vaalkop Dam.					
With regards to the water quality of the flooded pit, will the mine have a maintenance plan in place for several years?	Mpho Molongoana	If the pit flooding project is approved, the mine will establish a trust that will be responsible for the water quality monitoring and distribution of water from the pit. There is also a treatment plant on the mine where water can be treated. The trust, which will include the Moses Kotane Municipality and the communities, will decide					

Issue raised	By whom	Response (given by the project team unless stated otherwise)		
		how the water is used.		
What capacity of water will the pit hold?	Mpho Molongoana	Between 50 and 60Ml in total. There will be 1.70 megalitres of water per day available to be used by the community. A portion of rainwater can also be captured.		
Will the stormwater management measures channel water into the pit?		Yes, water will be used more effectively.		
Traffic and Road Related Issues				
With regards to the proposed road diversion, will the new road be tarred? What are the details of the proposed plans? Whichever diversion is used, it would be better if the new road is tarred.	Mpho Molongoana	The road will be built to the Department of Roads' standard, and will not be tarred as part of this project.		
The diversion of the road should be checked with the North West provincial Road's Department and possibly used as part of the mine's Social and Labour Plan.	Bafedile Moselane	The North West Roads Department has been notified of the proposed road diversion and will be involved throughout the EIA. This will not form part of the mine's SLP as an alternative transport route must be provided to the public if the P50-1 is closed.		
Air Quality Related Issues				
Are there air quality stations in and around the mine? Where are they located and what do they monitor?	Mpho Molongoana	There are dust buckets at the mine and in the surrounding areas that measure dust fallout. There is also an internal weather station at the mine.		
What is the expected air quality impact of the mines on the surrounding community? I would assume that a 50km radius is studied, but sometimes the effects fall further than specified. How does the mine plan to address this?		The air quality specialists that have been commissioned for the proposed projects will model the potential impacts that could arise as a result of the projects. The study is not limited by a specific area. The specialist study will include management measures to mitigate the potential impacts.		
On some occasions, the terms of reference can be limited and therefore some areas are excluded. It is important to gain a true reflection of the impacts.		The scoping report will include the scope of the specialist studies. Airshed Planning Professionals will develop a model and will also suggest mitigation measures to limit the potential impacts.		
Does each property in the proposed project have air monitoring stations?	Sandra Mafisa PPM and IBMR have dust buckets on site, however Magazynskraal does not yet have dust buckets as it is currently a prospecting operation. Should the mining right be granted, dust buckets will be established on Magazynskraal.			
Does Bojanala Municipality receive air quality reports from the mine?		Not currently, however if the municipality requests the reports PPM would make them available.		
Waste Management Related Issues				
Is there currently a waste facility present on Magazynskraal/Sedibelo?	Sandra Mafisa	No waste facilities have been established at Sedibelo or Magazynskraal.		
Specifically with regards to waste permits, what are the mines proposed plans for when the three operations become one?	Charles Nemutandani	Each mining right will have its own permits and will comply with the permits' requirements. There is a possibility that the mines will consider transferring these to one permit (in the future).		
We are concerned that the waste disposal might not fall under one mining rights' responsibility.	Mpho Molongoana	At the moment the three projects are separate and therefore each mine must deal with the waste individually. If the operations are consolidated in the future the mines would need to come to an agreement as to who would be responsible for the waste.		

Issue raised	By whom	Response (given by the project team unless stated otherwise)					
Soil and Land Capability Related Issues							
With regards to soil and land capability, if the mine removes the soil, what will happen to the community's livelihood?	Mpho Molongoana	The mines are in discussions with the BBKTA to relocate the communities living in the project areas. As a minimum, the communities will be provided with land that allows for the same standard of living as they currently have. The BBKTA are identifying the people that will be impacted by the projects.					
Biodiversity Related Issues							
The area contains sensitive biodiversity, how is the mine taking this into account?	Mpho Molongoana	The projects are being planned to minimise the impacts on biodiversity to as much as possible, particularly in the context of the proposed Heritage Park.					

4. THE WAY FORWARD

- Fiona Bolton explained that all the raised issues have been captured and those that need to addressed by PPM, IBMR and Richtrau will be forwarded to PPM, IBMR and Richtrau for their response in the EIA process;
- Copies of the scoping and EIA/EMP reports and both English and Setswana summaries will be made available for public review and comments;
- Moses Kotane Local Municipality (care of Johnson Maoka) will receive one hardcopy and three electronic (on a CD) copies;
- All the registered IAPs who have provided SLR with their postal addresses and/or e-mail addresses will receive copies of the summaries which will inform them where full scoping and EIA/EMP reports can be reviewed; and
- All the registered IAPs who have provided SLR with their postal addresses and/or e-mail addresses will receive notification of the record of decision.

5. CLOSE

The meeting was closed by Fiona Bolton.

APPENDIX 1: ATTENDANCE REGISTER

Name and Surname	Interest in project/ Village	Postal address	Contact numbers	E-mail
Sandra Mafisa	Moses Kotane Local Municipality – Environment and Waste Unit	Private Bag X1011 Mogwase 0314	014 555 1406 082 562 5996	sandram@moseskotane.gov.za
Mpho Molongoana	Moses Kotane Local Municipality – Town Planner		014 555 1315 082 070 7898	mphom@ moseskotane.gov.za
Bafedile Moselane	Moses Kotane Local Municipality – IDP manager		014 555 1407 082 467 6740	moselaneb@moseskotane.gov.za
Charles Nemutandani	Department of Water Affairs	Private Bag X357 Hartebeespoort 0216	012 253 1026 082 896 8222	nemutandanit@dwa.gov.za
Dean Riley	PPM	Private Bag X11	082 802 2981	driley@platmin.com
Jan van der Merwe	Boynton	Highveld 0001	082 328 0153	jvandermerwe@platmin.com
Richard Viring	Richtrau 123		072 576 2494	richard.viring@pallinghurst.com
Fiona Bolton	SLR (Africa)	P O Box 1596	011 467 0945	fbolton@slrconsulting.com
Victoria Tucker		Cramerview 2060		vtucker@slrconsulting.com

APPENDIX 2: PRESENTATIONS





OVERVIEW OF PROJECTS

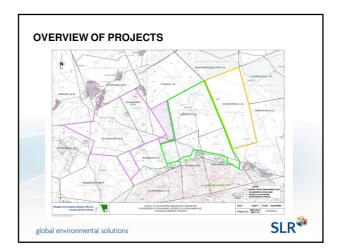
The relevant mining / prospecting rights are held by the following parties:

- Pilanesberg Platinum Mines (Pty) Ltd (PPM) owns and operates the Pilanesberg Platinum Mine, currently located on the farms Tuschenkomst 135 JP and Witkleifontein 136 JP. PPM holds the mining right for PGMs and related minerals on Tuschenkomst 135 JP, Witkleifontein 136 JP, Rooderand 46 JQ (portion 3) and Ruighoek 168 JP.
- Itereleng Bakgatla Mineral Resources (Pty) Ltd (IBMR) owns and is currently establishing the Sedibelo Platinum Mine on the farm Wilgespruit 2 JQ. The IBMR holds the mining right for PGMs and associated metals on Wilgespruit 2 JQ, Rooderand 46 JQ (portion 1), Legkraal 45 JQ and Koedoesfontein 42 JQ.
- Richtrau No. 123 (Pty) Ltd (Richtrau) is planning to establish an underground platinum mining operation and related surface infrastructure on the farm Magazynskraal 3 JQ. Richtrau holds the prospecting right for PGMs and related minerals on Magazynskraal 3 JQ.

Due to the nature and location of the ore body, it is proposed that these three operations function as one mining operation.

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OVERVIEW - PILANESBERG PLATINUM MINE

PPM is an existing opencast mining operation. As part of an agreement with the IBMR, PPM proposes to extend the existing pit on Tuschenkomst 135 JP onto Wilgespruit 2 JQ and Roodrand 46 JQ (portion 1). The following surface infrastructure is proposed:

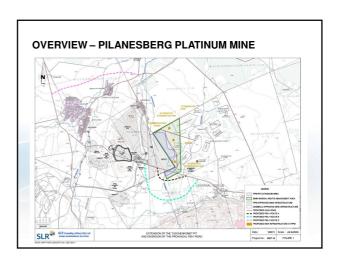
- Increased footprint of the open pit
- Stormwater management measures
- Bridge over the Wilgespruit
- · Telecommunications mast
- Change to the footprint of the existing waste rock dumps

In addition, it is proposed that:

- The P50-1 road be diverted or closed to avoid the proposed mining operations.
- Dried sewage sludge be used as a fertiliser for the walls of the existing tailings storage facility.

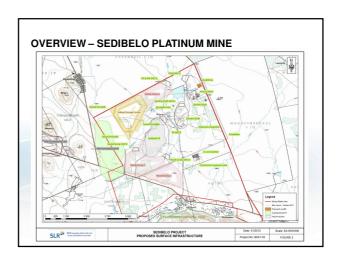
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OVERVIEW - SEDIBELO PLATINUM MINE The Sedibelo Platinum Mine is in the process of being developed and will include both opencast and underground mining. Due to the potential combined mining operation, it is proposed that surface infrastructure be repositioned / redesigned and new surface infrastructure established to better suit the combined operation. The proposed changes include: Additional infrastructure: · shaft complex (possibility), waste rock dumps, ventilation shafts, stormwater management infrastructure and a helipad. Repositioned / redesigned infrastructure: concentrator plant, shaft complex, increased footprint of the open pit, tailings storage facility and waste rock dump In addition, various options for a waste facility are being investigated. It is proposed that a landfill site be established at the mine. **SLR**

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OVERVIEW - MAGAZYNSKRAAL MINE Richtrau No. 123 (Pty) Ltd is proposing to establish an underground mining operation, with related surface infrastructure. At this stage it is proposed that the ore body will be accessed from the Sedibelo underground workings. Proposed surface interactive is related to the control of the co · Two shaft complexes · Ventilation shafts · Waste rock dumps Topsoil stockpiles · Mineral processing plant Tailings storage facility · Waste facility (possibly landfill site) A wide range of support infrastructure, including: roads, reef transport facility, stormwater management measures, power and water supply infrastructure etc. **SLR** global environmental solutions



ENVIRONMENTAL PROCESS Primary environmental authorisations required: EMP in terms of the MPRDA (DMR) EIA and EMP in terms of the NEMA and NEMWA (DEDECT and DEA) · Water use authorisation in terms of the NWA (DWA) **SLR** global environmental solutions



STATUS OF EXISTING ENVIRONMENT

Climate: The project sites fall within the Highveld Climatic Zone. Temperatures are generally mild and rainfall is limited to the summer months

Land use: The current land use on the proposed project areas includes mining, cattle grazing, subsistence agriculture.

Geology: The project sites are located in the Western Limb of Bushveld Igneous Complex.

Topography: Relatively flat landscape on the project sites. Average elevation is 1060 metres above mean seal level (mamsl) on site. Surrounding landscape is punctuated by isolated koppies. Hills associated with the Pilanesberg National Park are located to the south of the proposed project areas.

Soils and land capability: Soils are dominated by "black-turf" with grazing and limited arable potential.

Animal life: A wide variety of animal species occur on the project sites, including Red Data species. Sites have been disturbed by community activities such as grazing. **SLR**

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STATUS OF EXISTING ENVIRONMENT - cont.

Plant life: Project areas are located in the Dwaalboom Thornveld vegetation type. Protected and medicinal species are known to occur within the project areas. Sites have been disturbed by community activities such as grazing.

Surface water: Non-perennial streams including: the Wilgespruit, Bofule River and Lesele River in the Crocodile River catchment. Dams including the Moswafole and unnamed dam on Magazynskraal 3 JQ. Surface water quality in the area generally reflects elevated concentrations of fluoride, manganese aluminium and iron. Stream flow is irregular and only occurs after heavy rains, therefore reliance is limited.

Groundwater: The average water level in the project area is 22 m below ground level (mbgl) and ranges from 11 – 50 mbgl. Water quality is generally good in the project area, with elevated levels of fluoride and magnesium. Heavy reliance on groundwater in the area.

Air quality: Mines and industries in the area emit pollutants. Other existing pollution sources: biomass burning, fossil fuel burning, farming, dust generated on unpaved roads.

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Closure liability

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STATUS OF EXISTING ENVIRONMENT - cont.

Noise: Ambient noise level has been altered by existing mining operations, however noise levels are generally low in surrounding areas

Visual: Landscape character has been altered by existing mining operations in the area, however the general area is rural and relatively undeveloped

Heritage and cultural resources: Numerous centuries-old remains of ancient Tswana spheres of influence in general area, often found at the base of hills and koppies. A historical colonial house of heritage importance was identified on Wilgespruit 2 JQ during the 2007 Sedibelo EIA. Limited remains found in the southern section of Magazynskraal 3 JQ.

Are there any sites of cultural importance that we should know about?

Socio-economic: Communities within a 6 km radius of the proposed projects include: Ga Masilela, Lekutung, Lesetlheng, Magalane, Ngweding, Ntswana-le-Metsing, Motlhabe, Legkraal/Bofule. Other parties within a 6 km radius of the proposed projects include the Pilanesberg National Park and Black Rhino Game Reserve. **SLR**

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POTENTIAL IMPACTS AND PROPOSED INVESTIGATIONS Soil Earth Science Solutions Biodiversity Natural Scientific Services Surface water and Hydrology Groundwater AGES Airshed Planning Professionals Air quality Noise Acusoly Blasting SLR Newtown landscape Architects Visual Heritage resources Dr Julius Pistorius Paleontological resources Prof Bruce Rubidge Traffic Sivazi Land use SLR MTS / Strategy4Good

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WAY FORWARD

- · Scoping Report will be available for review end of March 2012
- · Review period for authorities and IAPs: 40 days (excluding Easter holidays)
- Submission of final report to DEDECT and DEA early May 2012
- Conduct specialist investigations and complete EIA
- Stakeholder engagement meetings in EIA Phase and opportunity to review EIA and EMP report

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Introduction The African Queen project is the vision of the Bakgatla-Ba-Kgafela Tribe and Pallinghurst and is a consolidated venture, consisting of : Platmin Limited ("Platmin") - Pilanesberg Platinum Mines Itereleng Bakgatla Minerals Resources (Pty) Ltd ("IBMR") - Sedibelo Project Richtrau No. 123 (Pty) Ltd ("Richtrau") Magazynskraal / Sedibelo East Project



Background to the "African Queen" project.

The Bakgatla, Platmin Limited ("Platmin"), the Pallinghurst consortium of investors ("Pallinghurst Group") and Anglo Platinum have entered into a suite of agreements with respect to the PGM properties north of the Pilanesberg, including:
Platmin acquiring the western portion of the Sedibelo Mining Right ("Sedibelo West") from the IBMR for US\$75 million ("Sedibelo West Transaction")

Pallinghurst Group acquiring 49.9% of the shares in IBMR from the Bakgatla for US\$93.8 million ("Sedibelo Transaction")

Richtrau and IBMR compiling a combined feasibility study which incorporates a single proposed mining operation across their two properties of Magazynskraal and Wilgespruit (Sedibelo East)

