



mineral resources

Department:
Mineral Resources
REPUBLIC OF SOUTH AFRICA

NAME OF APPLICANT: Van Eeden Projects Trust

FINANCIAL AND TECHNICAL COMPETENCE REPORT

SUBMITTED FOR A MINING PERMIT APPLICATION

AS REQUIRED IN TERMS OF ITEM B OF FORM F, ANNEXURE I OF THE REGULATIONS FOR THE MINERAL AND PETROLEUM RESOURCES DEVELOPMENT ACT (ACT 28 of 2002), AND IN ACCORDANCE WITH THE STANDARD DIRECTIVE FOR THE COMPILATION THEREOF AS PUBLISHED ON THE OFFICIAL WEBSITE OF THE DEPARTMENT OF MINERAL RESOURCES.

STANDARD DIRECTIVE

All applicants for mining permits are herewith, in terms of the provisions of Section 29 (a) of the Mineral and Petroleum Resources Development Act, directed to submit a report strictly in accordance with the following format, and as informed by the guideline posted on the Departments Official Website, together with an application for a mining permit.

TOTAL ESTIMATED EXPENDITURE	145	145	145	145	145	145	145	145	1160
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NOTE ! If any person (including the applicant) provides services in any job or skills category at a reduced rate or free of charge, then such person's Curriculum Vitae (CV) must be attached as documentary proof of the technical ability available to the applicant.

2. ABILITY TO MANAGE AND REHABILITATE RELEVANT ENVIRONMENTAL IMPACTS

TABLE 2 Environmental cost estimate.

ACTIVITY Mark with X which activities are applicable		POTENTIAL IMPACT	MITIGATION MEASURE	STATE QUARTERLY COST OF MITIGATION MEASURES IN THE AVAILABLE SPACE BELOW, IN RANDS	STATE THE ESTIMATED REHABILITATION COST RELATED TO THE ACTIVITY IN THE AVAILABLE SPACE BELOW, IN RANDS
Excavating	X	Surface disturbance	Rehabilitation		50000
		Dust	Dust control measures	2000	
		Noise	Noise control measures	0	
		Contaminated Drainage	Storm water system	2000	
Blasting	X	Fly Rock	Access control measures	5000	
Stockpiles	X	Surface disturbance	Rehabilitation		20000
		Dust	Dust Control Measures	2000	
		Contaminated Drainage	Storm water system	2000	
Discard dumps or dams		Surface Disturbance	Rehabilitation		
		Dust	Dust control Measures		
		Contaminated Drainage	Storm water system		
Loading, hauling and transport	X	Noise	Noise control measures	2000	
		Dust	Dust control Measures	2000	
Water supply dams and boreholes.		Surface disturbance	Rehabilitation		
Accommodation, offices, ablution, stores, workshops etc.		Surface disturbance	Rehabilitation		
Processing Plant		Noise	Noise control measures		
		Dust	Dust control Measures		
		Contaminated Drainage	Storm water system		
		Surface disturbance	Rehabilitation		
TOTAL				17000	70000

3. FINANCIAL COMPETENCE

TABLE 3.1 : Financial implications of the project

CASH FLOW FORECAST									
(Complete the quarterly information and totals as specified by the "ITEM" column below)									
ITEM	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Quarter 5	Quarter 6	Quarter 7	Quarter 8	TOTAL
PRODUCTION The mass or volume of the product to be produced in each quarter, either in tons, m ³ , grams, carats, etc., whichever is applicable.	100000	100000	100000	100000	100000	100000	100000	100000	800000
ITEM	Quarter 1 R'000	Quarter 2 R'000	Quarter 3 R'000	Quarter 4 R'000	Quarter 5 R'000	Quarter 6 R'000	Quarter 7 R'000	Quarter 8 R'000	TOTAL R'000
PRICE The expected price that will be received for the abovementioned product	20.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00
REVENUE The mass or volume of production multiplied by the price	2000	2000	2000	2000	2000	2000	2000	2000	16000
OPERATING COST Estimated quarterly operating cost (as shown in table 4.2 herein) of stores, materials, electricity, water, fuel and other (Excluding labour and environmental cost)	100	100	100	100	100	100	100	100	800
TECHNICAL COMPETENCE COST TO BE PROVIDED FOR Estimated quarterly cost shown in table 1 above, i.e. salaries, wages, labour, service providers, subcontractors, etc.	145	145	145	145	145	145	145	145	1160
ENVIRONMENTAL COST Estimated quarterly cost shown in table 2 above and divide the total rehabilitation cost among the quarters. The total of the environmental cost must equal all the quarterly environmental costs and the total rehabilitation cost combined.	25.8	25.8	25.8	25.8	25.8	25.8	25.8	25.8	206.4
CAPITAL AND OTHER The cost (as shown in table 4.1 herein) of land, machinery, the plant, buildings and infrastructure and any other costs.	600	600	600	600	600	600	600	600	4800
WORKING PROFIT / LOSS The revenue minus all the costs listed above	1129.2	1129.2	1129.2	1129.2	1129.2	1129.2	1129.2	1129.2	9033.6

NOTE! If the total is a working loss, then it means that the applicant cannot provide for the technical ability or mine the mineral optimally in a period of two years.

TABLE 3.2– FINANCING THE PROJECT

CATEGORY	AMOUNT	SUPPORTING INFORMATION
State the amount required to fund the project	3000000	
State the amount the applicant has available to fund the project	3000000	Attach documentary proof that the amount is available in the form of a bank statement,.
State the outstanding amount required to fund the project	0	

CATEGORY	DESCRIPTION	SUPPORTING INFORMATION
State how the outstanding amount will be financed, e.g. Loan, investor, etc.	0	Attach documentary proof of any financing agreement, or other relevant evidence

NOTE ! If the applicant does not have sufficient financial resources readily available (or cannot provide) for the working losses, and for the operating, technical competence and working cost of the first quarter stated in the cash flow forecast above, it cannot be concluded that the applicant has or can provide for the necessary financial resources to carry out the mining activities and to mitigate and rehabilitate relevant environmental impacts.

4. SUPPORTING INFORMATION

TABLE 4.1- CAPITAL COST ESTIMATE: Complete the information required in the table below

COST CATEGORY	QUARTERLY RENTAL WHERE APPLICABLE R'000	OUTRIGHT PURCHASE AMOUNT
Land	0	Land owned by landowner
Buildings and infrastructure	0	No permanent infrastructure will be established
Processing plant	0	
Machinery	600	
Other (specify)		
TOTAL (to be reflected in the cash flow forecast in table 3.1 above)	600	

TABLE 4.2- OPERATING COSTS: Complete the information below:-

COST CATEGORY	Quarterly cost
	R'000
Fuel	82
Electricity	0
Water	8
Stores and materials	10
Other (specify)	
TOTAL QUARTERLY COST (must be reflected in the cash flow forecast in table 3.1 above)	100

TABLE 4.3- BACKGROUND TO OPERATING COSTS: Complete the information below:-

CATEGORY	REQUIREMENT	COMPLETE THIS COLUMN
MINERAL	State the mineral to be mined	Aggregate
FUEL	State volume or tonnage of earth to be excavated per quarter	100000 ton
	State number of excavators to be used	1
	State number of loaders to be used	1
	State number of trucks to be used	Trucks of client will collect material
ELECTRICITY	State volume or tonnage of material to be processed in the plant	No material will be processed on mining area
	List plant or equipment that requires electricity	-
WATER	State volume of water to be used	Approximately 1000l/day
	Where will the water be obtained?	Abstracted from the river under authorisation of the existing water licence of the landowner.
OTHER	Describe other operating costs to be incurred, if applicable	Blasted rock will be loaded onto trucks that will transport it from site.

5. IDENTIFICATION OF THE REPORT

Herewith I, the person whose name and identity number is stated below, confirm that I am the person authorised to act as representative of the applicant in terms of the resolution submitted with the application, and confirm that the above report and appendices comprise the details and documentary proof of the Financial and Technical ability required to be submitted with this application in terms of form F, annexure I of the MPRDA Regulations.

Full Names and Surname	Sonette Smit
Identity Number	83 06 22 02 14 08 7

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