BACKGROUND INFORMATION DOCUMENT

Proposed Prospecting Right Application for Coal, Pseudocoal and Torbanite/Oil Shale on portion 1 and the Remainder of the farm Dunolly No. 11 113-GU, Portions 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and the Remainder of the farm Canewdon Lodge No. 11 370-GU, Portions 1, 2, 6, 8, 9, 10, 11, 12, 13, 14 and the Remainder of the farm Lot 221 Empangeni No. 10 379-GU, Portions 3, 6, 7, and 8 of the farm Lot 197 Empangeni No. 12 418-GU, Multiple Erven of the Waterstone Township-GU and Portions 2, 3, 8, the Remainder of portion 5, and the Remainder of farm Wilton Park No. 11 484-GU.

Prepared by:

Prepared on behalf of:

uMhlathuze LOCAL MUNICIPALITY, KWAZULU-NATAL PROVINCE.



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INTRODUCTION AND THE PURPOSE OF THIS DOCUMENT

Singo Consulting (Pty) Ltd has been appointed as an independent Environmental Consultant by Raycom Resources (Pty) Ltd to conduct Environmental Impact Assessment (EIA), Compile an Environmental Management Programme report (EMPr) and undertake Public Participation Process (PPP). This is done for processes of acquiring environmental authorization for the proposed Prospecting Right application on the portion 1 and the Remainder of the farm Dunolly No. 11 113-GU, Portions 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and the Remainder of the farm Canewdon Lodge No. 11 370-GU, Portions 1, 2, 6, 8, 9, 10, 11, 12, 13, 14 and the Remainder of the farm Lot 221 Empangeni No. 10 379-GU, Portions 3, 6, 7, and 8 of the farm Lot 197 Empangeni No. 12 418-GU, Multiple Erven of the Waterstone Township-GU and Portions 2, 3, 8, the Remainder of portion 5, and the Remainder of farm Wilton Park No. 11 484-GU, situated in uMhlathuze Local Municipality under King Cetshwayo District Municipality, within Jurisdiction of Empangeni Magisterial District, KwaZulu-Natal Province. (DMRE Ref: KZN 30/5/1/1/2/ 11025 PR).

The Purpose of this Background Information Document (BID) is to provide a perfunctory description of the project and outline EIA processes to be followed and contributions from Stakeholders, Interested and Affected Parties (I&APs) on the issues related to the project in question, allowing comments and concerns to be raised. Results of the EIA, both negative and positive will be submitted and made available to the relevant Departments such as the Department of Mineral Resources & Energy and if requested, Environmental Affairs, Water and Sanitation, Landowners, and other interested stakeholders

This Background Information Document therefore requests and invite I&APs to comment on the environmental, physical, social, and economic impacts associated with the proposed Prospecting Activities.

Be assured that your comments are of great value as they ensure that relevant issues are taken into consideration. Attached at the end of this document is a registration form, kindly complete it and send it back to **Ms Masindi Nefale** through given means of communication also attached there.

PROJECT DESCRIPTION

Prospecting Right Application has been submitted for the prospecting of **Coal**, **Pseudocoal and Torbanite/ Oil Shale** on the properties mentioned above.

This proposed prospecting Area, as seen in figure 1 and 2 below, is situated approximately 14 km North-west of Richards Bay, approximately 1 km North to North-West of Empangeni and South to South-East of Ntambinamasi.

Prospecting activities will be undertaken over a period of five (5) years and are designed in phases, each phase conditional on the success of the previous phase. Both invasive and non-invasive methods will be implemented. Invasive are those activities which have footprint or cause harm (if not mitigated or managed properly) or those that have a physical impact on the environment, while non-invasive do not cause any harm or effects on the environment.

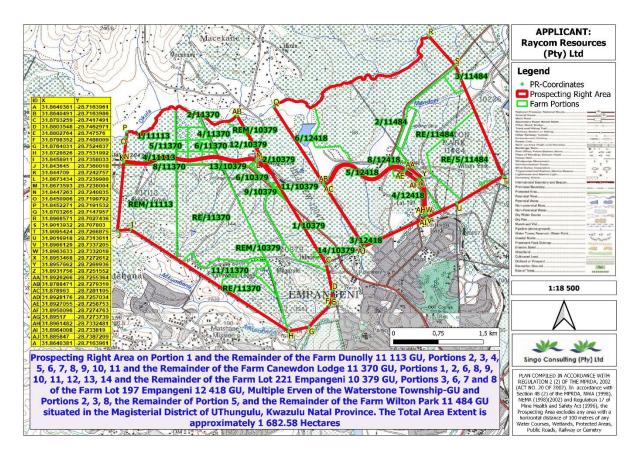


Figure 1: Regulation 2(2) Map of the Proposed Project Area.

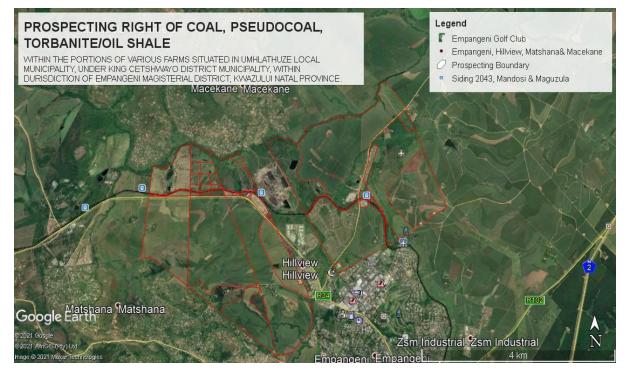


Figure 2: Google Earth Map of the Proposed prospecting Project Area.

Non-invasive: Desktop study of the area has commenced, and this incorporates desktop geographical and geological mapping. This will be followed by detailed geochemical and geotechnical surveys. In turn, this is followed by detailed geophysical studies.

Invasive: A detailed drilling, sampling, assaying and mineralogical study will be carried out. Diamond method will be utilised to prospect in situ Coal, Pseudocoal and Torbanite/ Oil Shale ore deposits. To ensure or minimise impacts on the receiving environment, All the activities will be guided by the project's BAR & EMPr.

REGULATORY FRAMEWORK

Therefore, EIA process to be undertaken will be conducted in accordance with the National Environmental Management Act (Act 107 of 1998) and Environmental Impact Assessment regulations as amended (April 2017).

The activity is to prospect the existence and occurrence of Coal, Pseudocoal and Torbanite/ Oil Shale therefore, this will be conducted in accordance with Mineral and Petroleum Resources Development Act, (Act 28 of 2002). Other regulatory guidelines to be followed include: National Water Act, 1998 (Act 36 of 1998), National Air Quality Standards (GN 1210: 2009) and National Dust Control Regulations (GN 275: 2017).

These all will accurately be followed to ensure that identified impacts are assessed and mitigated according to their significance so that the protection of the receiving environment and populations is met.

BASIC AND ENVIRONMENTAL IMPACT ASSESSMENT PROCESSES

These are planning and decision-making tools used in identifying potential environmental, economic, and social consequences of a proposed activity prior the commencement of the activity.

These together with the public issues and concerns are to be identified sufficiently early so that they can be assessed and incorporated into the final reports when/if necessary. These tools are regarded crucial because they are utilized to demonstrate to the relevant stakeholders about the potential impacts, which in turn leads to the Mining application process being a success or declined.

PUBLIC PARTICIPATION PROCESS

Public Participation remains a cornerstone of the Environmental Impact Assessment process. It ensures provision of relevant and enough information with openness and transparency. Public Participation process presents to I&APs, an opportunity to understand what the project is about, and affords them an opportunity to make valuable contributions towards the EIA process.

I&AP can be any person, group of persons or organization interested in or affected by the proposed activity, and any organ of state that may have jurisdiction over any aspect of the activity.

The key objective of PPP is to afford the I&APs with an opportunity to comment and provide valuable inputs during the planning phase of the project.

For this specific proposed project, IAPs will be given a period of 30 days to comment and raise issues/concerns with regards to this BID.

Kindly keep the following dates:

- ♦ Announcement of the Prospecting Right Application: <u>Friday the 30th of April 2021</u>
- Stakeholder engagement and consultation:
 <u>Friday the 30th of April 2021 Sunday the 30th of May 2021</u>
 - Review of draft Basic Assessment Report (BAR) and Environmental Management Programme report (EMPr): <u>Monday the 31st</u> of May 2021 until Wednesday the 30th of June.
 - Submission of the Final BAR & EMPr: <u>Monday</u> <u>the 5th of July 2021.</u>



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Email: masindi@singoconsulting.co.za

: admin@singoconsulting.co.za

REGISTRATION & COMMENT SHEET-DMRE REF: DMRE Ref: KZN 30/5/1/1/2/ 11025 PR.

Attention: Masindi Nefale

Email: masindi@singoconsulting.co.za

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