

22 April 2022

**DIAMCOR MINING INC. - DMI MINERALS SOUTH AFRICA (PTY) LTD: KRONE ENDORA OPERATION:
NOTICE OF THE WATER USE LICENCE APPLICATION AND DRAFT ENVIRONMENTAL IMPACT
ASSESSMENT REPORT AND ENVIRONMENTAL MANAGEMENT PROGRAMME REPORT IN SUPPORT
OF THE S24G RECTIFICATION APPLICATION**

This letter gives notice to potential Interested and Affected Parties (“I&APs”) about where information can be obtained in respect of the Water Use Licence Application (“WULA”) and the draft Environmental Impact Assessment Report (“EIAR”) and Environmental Management Programme Report (“EMPR”) in support of a S24G Rectification Application as well as the opportunity for I&APs to comment on the aforesaid documents.

BACKGROUND TO THE PROJECT

DMI Minerals South Africa (Pty) Ltd (“DMI”) is the owner and operator of the Krone-Endora operation (“the Project”) located in the Limpopo Province approximately 75 km west of Musina near South Africa’s northern border with Botswana and Zimbabwe. The Project is situated within the Musina Local Municipality and the Vhembe District Municipality and falls within the buffer zone of Mapungubwe National Park (a world heritage site). A screening assessment and relevant Environmental Audits indicated that a new WULA and S24G Rectification Application in terms of the National Environmental Management Act, 1998 (Act No.107 of 1998) (“NEMA”) is required due to the commencement of certain activities that were not initially approved in the Environmental Authorisation (“EA”) and existing Water Use Licence (“WUL”).

LEGISLATIVE REQUIREMENTS

An EIAR and EMPR is required in compliance with the NEMA, the Minerals and Petroleum Resources Development Act, 2002 (Act 28 of 2002) (“MPRDA”) and the NEMA Environmental Impact Assessment Regulations, 2014 (GN R982 of 4 December 2014) (“GN R982”), as amended, for the authorisation of listed activities contained in the Environmental Impact Assessment Regulations Listing Notice 1, 2010 (GN R544) and 2014 (GN R983), Listing Notice 2 of 2010, (GN R545) and 2014 (GN R984), and Listing Notice 3, 2010 (GN R546) and 2014 (GN R985) as amended and published in terms of Sections 24 (2), 24 (5), 24D, 44 and 47(A) (1)(b) of the NEMA.

A Water Use Licence (“WUL”) for Water Use activities listed in terms of the National Water Act (Act 36 of 1998).

Application submitted to competent authority

A S24G Rectification Application has been submitted to the Department of Mineral Resources and Energy (“DMRE”) on 28 March 2022.



Listed activities applies to the applicationEnvironmental Impact Assessment:

The existing activities at the Krone – Endora Operation triggered the following listed activities: Activity 11, 22 of Listing Notice 1 (GNR 544 of 2010), Activity 5, 15 of Listing Notice 2 (GNR 545 of 2010) and Activity 12 of Listing Notice 3 (GNR 546 of 2010), Activity 12 of Listing Notice 1 (GNR 983 of 2014, as amended), Activity 6, 15 of Listing Notice 2 (GNR 984 of 2014, as amended), Activity 4, 12, 14 of Listing Notice 3 (GNR 985 of 2014, as amended).

Water Use:

The WULA include an update of water uses under section 21 (a), (c), (i), (g) and (j) of the National Water Act (Act 36 of 1998).

PUBLIC PARTICIPATION

Register as an Interested and Affected Party (I&AP)

Diamcor Mining Inc. - DMI Minerals South Africa (Pty) Ltd: Krone Endora Operation has appointed Shangoni Management Services (Pty) Ltd. as the independent Environmental Assessment Practitioner to undertake the S24G Rectification Application and Water Use Licence Application. To register as an I&AP of this project, or to obtain more information or submit comments, please request a Registration Form from Shangoni and return it together with any comments to Shangoni at the details provided below. A public meeting will be held at the Evangelina Game Lodge on Friday 6 May 2022 at 10 am. Due to Covid, there is a maximum of 50% capacity allowed at each venue. You are, therefore, requested to RSVP by the 2nd of May 2022 to ensure arrangements are made for all attendees.

Availability of the draft Environmental Impact Assessment Report and Environmental Management Programme Report (EIAR/ EMPr) as well as the Water Use Licence Application (WULA) technical report

The draft EIAR/ EMPr and WUL technical report will be made available to the public for review for a period of 35 days from 22 April 2022 to 27 May 2022, at the security entrance of Venetia Mine and on the Shangoni's website (www.shangoni.co.za). E-mail or submit your comments to Shangoni (details provided below) by no later than 27 May 2022.

Where to obtain more information

To obtain additional information please contact the EAP at the details provided below:

Environmental Assessment Practitioner (EAP): Shangoni Management Services (Pty) Ltd.

Contact person: Renate Steffens / Lee-Anne Fellowes

Tel: 012 807 7036

E-mail: renate@shangoni.co.za / leeanne@shangoni.co.za

Fax: 012 807 1014

Postal Address: P. O. Box 74726, Lynnwood Ridge, 0040



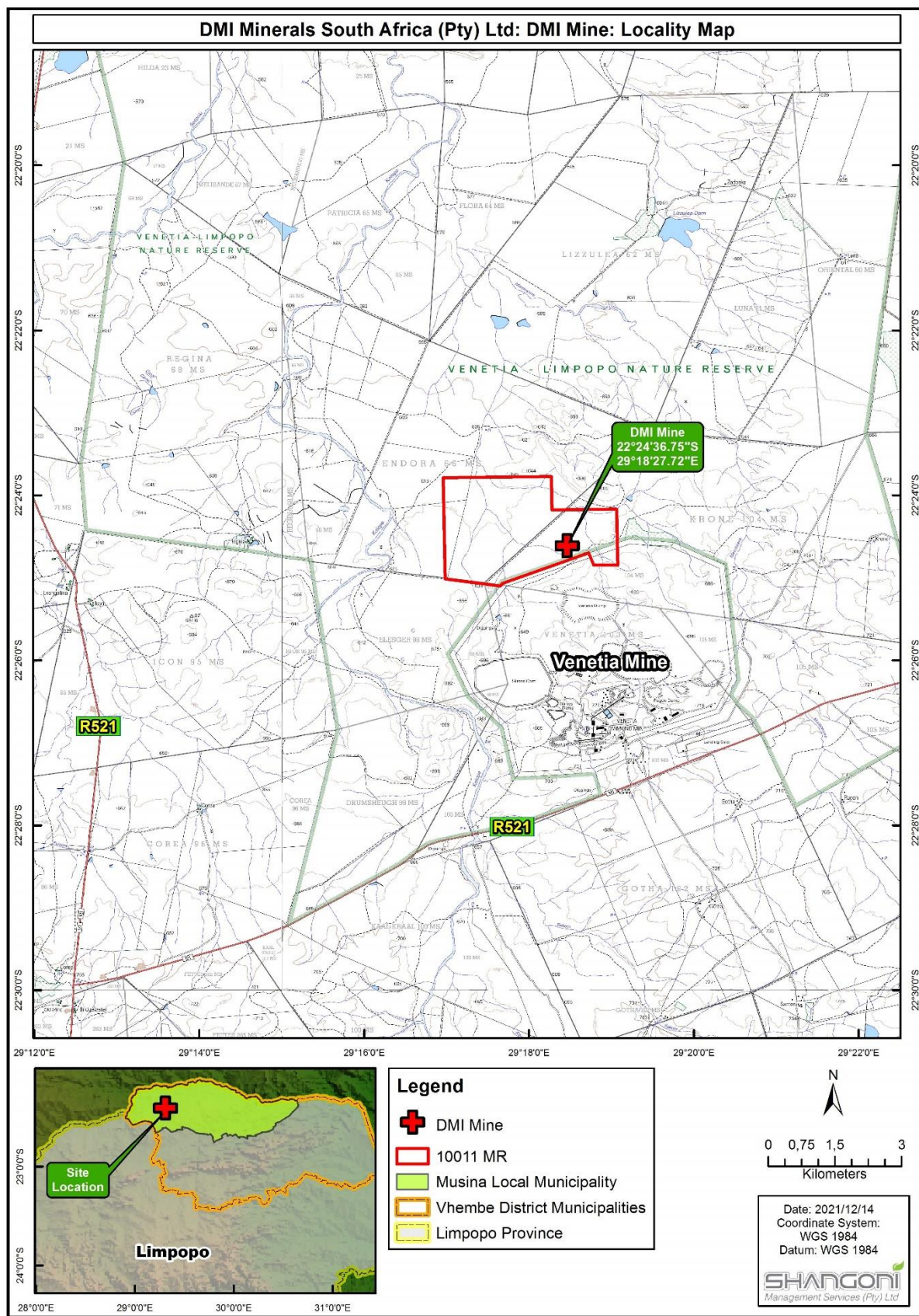


Figure 2: Locality of Annesley Andalusite Mine



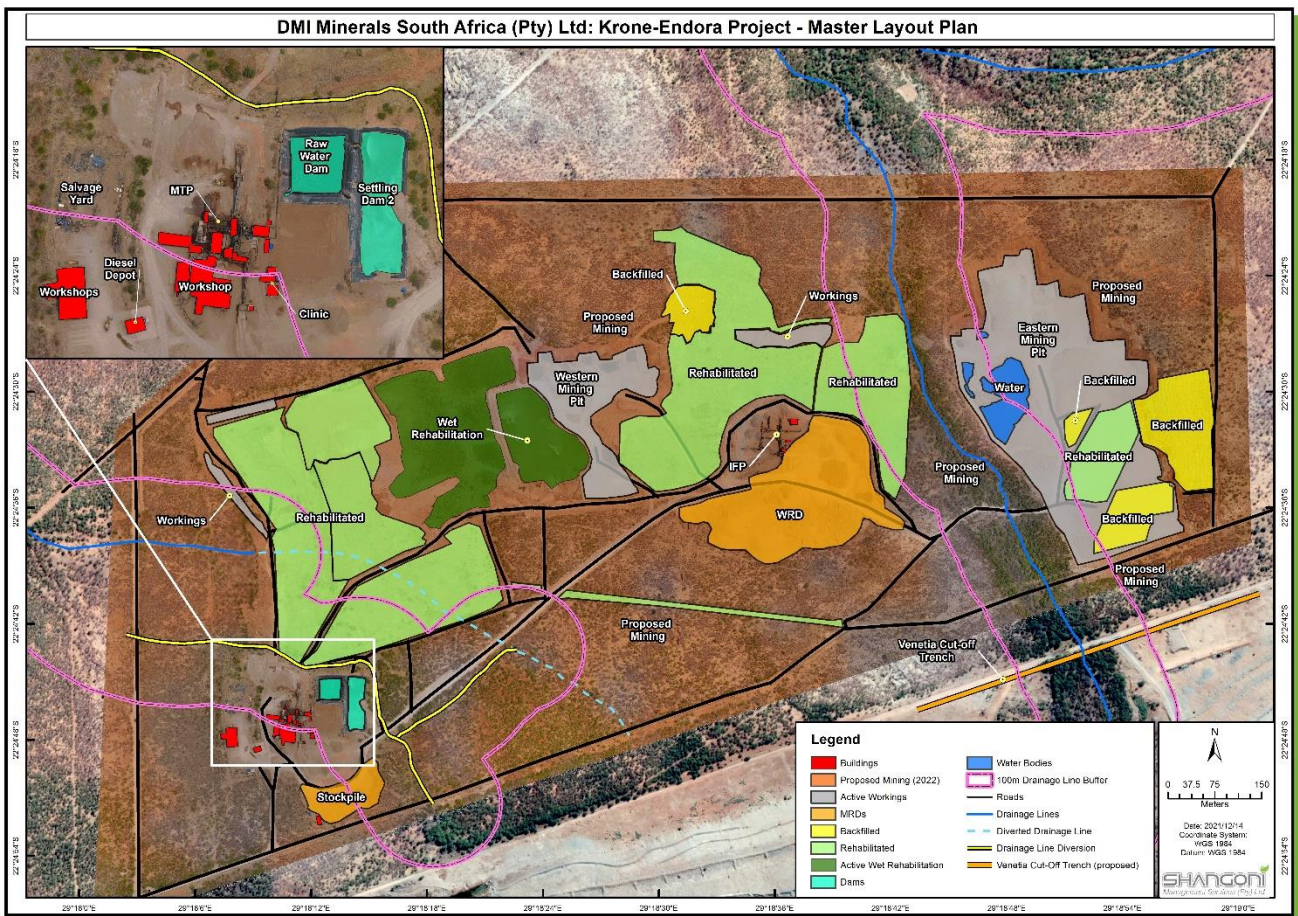


Figure 2: Layout Map of the project area



REGISTRATION FORM

Please complete this form and return it to Shangoni Management Services (Pty) Ltd to ensure that you are registered as an Interested and Affected Party (I&AP).

By answering the questions below, you will help us to develop a better understanding of your information requirements. The form also gives you the opportunity to make comments regarding the project. Additional pages may be attached should this be required.

I&AP Details:

Full name and surname: _____

Contact details:

Tel (w): _____ Tel (h): _____

Fax: _____ Cell: _____

e-mail: _____

Physical address: _____

Postal address: _____

Preferred method of communication: fax e-mail post

Preferred telephone number: cell home work

Organisation/Representative: _____

Farm name, number and subdivision or
Street Address (if applicable): _____

Questions

1) Where did you get information about the proposed project?

Newspaper advertisement notice board flyer other (please specify)

2) Do you represent a company/organisation or is your interest on behalf of yourself?

3) Do you know of anyone that is affected by the proposed activity who was not informed of the project? (Please provide contact details)

4) Do you have any specific concerns or comments regarding the proposed project?

YES

NO

If yes, please indicate what the comments are?



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Signed

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Date

NOTE:

Please forward completed forms to Shangoni Management Services (Pty) Ltd. by no later than 27 May 2022.

Environmental Assessment Practitioner: Shangoni Management Services (Pty) Ltd

Contact person: Renate Steffens / Lee-Anne Fellowes

Tel: 012 807 7036

E-mail: renate@shangoni.co.za / leeanne@shangoni.co.za

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