

CROWN GOLD RECOVERIES (PROPRIETARY) LIMITED
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 Constantia Kloof Ext.28
 Roodepoort
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 Private Bag X 9
 Crown Mines
 2025
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 www.drdgold.com

Regional Manager
 Department of Minerals and Resources
 Private Bag x 5
 Braamfontein
 2017

Attention : Mrs MG Khoza
 Fax : (011) 339-1927

Our Reference: G30/5/1/2/2 (185) MR
 20 May 2011

By Hand
 Dear Sir,

CONVERSION OF AN OLD ORDER MINING RIGHT INTO A MINING RIGHT IN TERMS OF ITEM 7(2) IN SCHEDULE 11 (TRANSITIONAL ARRANGEMENTS) OF THE MINERAL AND PETROLEUM RESOURCES DEVELOPMENT ACT, 2002 (ACT 28 OF 2002) IN RESPECT OF REMAINING EXTENT OF PORTIONS 79, 82, 83, 86, 87, 90, 95 AND 171 OF THE FARM DOORNFONTEIN 92 IR, THE REMAINING EXTENT OF PORTION 35 AND THE REMAINING EXTENT OF THE FARM ELANDSFONTEIN 107 IR, THE REMAINING EXTENT OF PORTION 1 OF THE FARM ELANDSFONTEIN 90 IR, THE REMAINING EXTENT OF PORTION 1 OF THE FARM KLIPRIVIERBERG 106 IR, AND THE REMAINING EXTENT OF THE FARM ROBINSON 82 IR, DISTRICT OF JOHANNESBURG; AND
APPLICATION FOR A MINISTERIAL CONSENT IN TERMS OF SECTION 102 OF THE SAID RIGHT TO INCLUDE URANIUM, PYRITE, SILVER, NICKEL AND OTHER ASSOCIATED MINERALS; AND
APPLICATION FOR THE MINISTERIAL CONSENT IN TERMS OF SECTION 11 OF THE SAID ACT, TO CEDE THE RIGHT FROM CITY DEEP LIMITED TO CROWN GOLD RECOVERIES (PTY) LTD

With reference to your letter dated 14 April 2011 relating to the above Mining Right, we enclose herewith the following documentation as requested:

- Details of the Notary Public (6 copies)
- Details of our Company Representative (6 copies)
- Six (6) copies of the Mining work Programme
- Six (6) copies of the Social and Labour plan
- Six (6) certified copies of the BEE document
- Contact details and address of our company

The six (6) copies of regulation 42 plans drawn up by a registered land surveyor will be delivered to your offices before 27th May 2011. We hereby wish to arrange a meeting for the execution of Mining Rights, GP 184 MR; GP 185 MR; GP 186 MR and GP 187 MR, on the 2nd June 2011 or during the first week in June 2011.

We trust the above meets your requirements and await your favourable response with regard to the date of execution.
 Yours faithfully,

[Handwritten Signature]
 Henry Gouws
 Director



mineral resources
Department:
Mineral Resources
REPUBLIC OF SOUTH AFRICA

Regional Manager
Mineral Regulation
Private Bag X5
BRAAMFONTEIN
2017

DMR 10

Enquiries: Mrs MG Khoza

Tel No: (011) 358 9700
Fax No: (011) 339 1927
Ref No: GP 30/5/1/2/2(185) MRC

REGISTERED MAIL

Messrs City Deep
Private Bag x9
Crown Mines
JOHANNESBURG
2025

Dear Sir

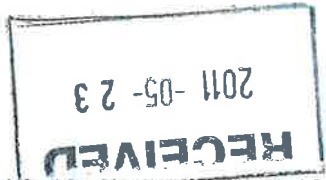
Attention: Mr W Lainq
Fax: (011) 835 2922

APPLICATION FOR-

- (i) CONVERSION OF AN OLD ORDER MINING RIGHT INTO A MINING RIGHT IN TERMS OF ITEM 7(2) IN SCHEDULE II (TRANSITIONAL ARRANGEMENTS) OF THE MINERAL AND PETROLEUM RESOURCES DEVELOPMENT ACT, 2002 (ACT 28 OF 2002) IN RESPECT OF THE REMAINING EXTENT OF PORTIONS 79, 82, 83, 86, 87, 90, 95 AND 171 OF THE FARM DOORNFONTEIN 92 IR, THE REMAINING EXTENT OF PORTION 35 AND THE REMAINING EXTENT OF THE FARM ELANDSFONTEIN 107 IR, THE REMAINING EXTENT OF PORTION 1 OF THE FARM ELANDSFONTEIN 90 IR, THE REMAINING EXTENT OF PORTION 1 OF THE FARM KLIPRIVERSBERG 106 IR, AND THE REMAINING EXTENT OF THE FARM ROBINSON 82 IR, DISTRICT OF JOHANNESBURG; AND
- (ii) APPLICATION FOR A MINISTERIAL CONSENT IN TERMS OF SECTION 102 OF THE SAID RIGHT TO INCLUDE URANIUM, PYRITE, SILVER, NICKEL AND OTHER ASSOCIATED MINERALS; AND
- (iii) APPLICATION FOR A MINISTERIAL CONSENT IN TERMS OF SECTION 11 OF THE SAID ACT, TO CEDE THE RIGHT FROM CITY DEEP LIMITED TO CROWN GOLD RECOVERIES (PTY) LTD.

1. It is confirmed that-

- (i) your above-mentioned application for a conversion of your old order mining right for gold (in respect of tailings) in respect of the above-mentioned properties has been granted in terms of item 7 of Schedule II of the above-mentioned Act; and



- (ii) Your application in terms of section 102 of the Act for uranium, pyrite, silver, nickel and other associated minerals to be included in the converted mining right has also been granted.
- (iii) Your application in terms of section 11 of the Act to cede the mining right from City Deep Limited to Crown Gold Recoveries (Pty) Ltd has also been granted.

2. Take note that the Regional Manager will sign the relevant right on **18 May 2011**.

3. Further note that in terms of section 17(5) of the Act, the prospecting right comes into effect on the date on which the Environmental Management Plan is approved. In terms of section 19(2) prospecting activities must commence within 120 days of the effective date.

4. In light of the afore-going, you are requested to:

4.1. Ensure that all outstanding matters regarding your application are finalized and that relevant documents are submitted to the Regional Office no later than **20 April 2011** prior to the date mentioned in paragraph 2 above.

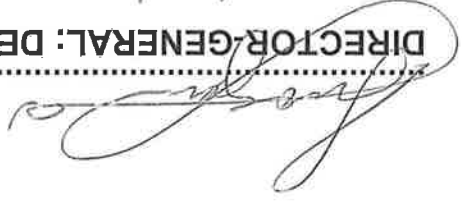
- Details of the notary public
- Details of your Company representative
- Six copies of the mining work programme
- Six copies of the social and labour plan
- Six copies of regulation 42 plans drawn up by a registered land surveyor
- Six certified copies of BEF documents; and
- Any new contact details and address of your Company

4.2. Make arrangements for the authorized representative(s) of your company to be present and a witness to attend the signing of the mining right on the date mentioned in paragraph 2 above.

5. Note further that in terms of item 7(5) of the said Act, the signed/executed converted mining right must be lodged for registration at the Mineral and Petroleum Titles Registration Office, Pretoria, by no later than **28 June 2011**.

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

Yours faithfully


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DIRECTOR GENERAL: DEPARTMENT OF MINERAL RESOURCES
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DATE: 14/04/2011