

6 September 2019

Director: Integrated Environmental Authorisations
Department of Environment, Forestry and Fisheries
Environment House (Corner Steve Biko & Soutpansberg Road)
473 Steve Biko Road, Arcadia
PRETORIA, 0083

ATTENTION: MS MILLICENT SOLOMONS

Dear Madam

MARINE SEDIMENT SAMPLING ACTIVITIES IN VARIOUS DIAMOND MINING CONCESSION AREAS, WEST COAST, SOUTH AFRICA (DEA REF NO: 14/12/16/3/3/1/1319): NOTIFICATION OF TRANSFER OF PROSPECTING RIGHTS FOR SEA CONCESSIONS 4C AND 5C

The Environmental Authorisation (EA) (issued on 2 June 2016) and the subsequent amendment (issued on 24 August 2016) for the above-mentioned project, refer.

Condition 8 of the above-mentioned EA states that: *“the holder of an environmental authorisation must notify the competent authority of any alienation, transfer and change of ownership rights in the property on which the activity is to take place.”*

On behalf of Belton Park Trading 127 (Pty) Ltd and in compliance with the above condition, this letter serves to notify the Department of Environment, Forestry and Fisheries (DEFF) of the transfer of the Prospecting Rights (NC 30/5/1/1/2/12043 PR and NC 30/5/1/1/2/12022 PR) for Sea Concessions 4C and 5C from **Belton Park Trading 127 (Pty) Ltd** (the current holder of the EA) to **De Beers Consolidated Mines (Pty) Ltd** (De Beers) in terms of Section 11 of the Mineral and Petroleum Resources Development Act (No. 28 of 2002) (see attached copies of the executed transfer for each Prospecting Right in Attachment 1). As such, De Beers is now responsible for compliance with the recommendations included in the Basic Assessment Report, the approved Environmental Management Plan and the conditions of the EA for all prospecting operations located within Sea Concessions 4C and 5C.

Should you have any queries on the above, or require any further information, please do not hesitate to contact the undersigned.

Yours faithfully



Nicholas Arnott Pri.Sci.Nat

Senior Environmental Consultant

SLR Consulting (South Africa) (Proprietary) Limited

Registered Address: Unit 7, Fourways Manor Office Park,
1 Macbeth Avenue, Fourways, 2191
Postal Address: PO Box 1596, Cramerview, 2060, South Africa

Reg. No: 2007/005517/07
Vat No: 4630242198

Directors: R Hounscome, F Fredericks, D Junak

Fourways Office: Physical Address: Unit 7 & 9, Fourways Manor Office Park, 1 Macbeth Avenue, Fourways
Postal Address: PO Box 1596, Cramerview, 2060 +27 11 467 0945 +27 11 467 0978

Cape Town Office: Physical Address: Unit 39, Roeland Square, 30 Drury Lane, Cape Town
Postal Address: PO Box 10145, Caledon Square, 7905 +27 21 461 1118 +27 21 461 1120

Somerset West Office: Unit D3, Building 5, Fairways Office Park, Niblick Way, Somerset West
+27 21 851 3348

 slrconsulting.com

ATTACHMENT 1: EXECUTED TRANSFER FOR EACH PROSPECTING RIGHT

PROTOCOL NO.: 5/2019

NOTARIAL DEED OF CESSION
(OF PROSPECTING RIGHT)

BE IT HEREBY MADE KNOWN:

That on this the 22nd day of February in the year of Our Lord Two Thousand and Nineteen (2019), before me PLEASURE KAGISO MASHAMBA, Notary Public by lawful authority, duly sworn and admitted, residing and practising at Johannesburg, in the Gauteng Province of the Republic of South Africa, and in the presence of the undersigned witnesses came and appeared:

(1)

PAOLO ESPOSITO
PASSPORT NUMBER: YB2953271

in his capacity as a director/representative of:



BELTON PARK TRADING 127 (PTY) LTD

(Registration No.: 2011/001711/07)

(hereinafter together with its successor in title and assigns referred to as “**the Cedent**”), he, the said Appearer, being duly authorised hereto by virtue of a Resolution of Directors of the Cedent passed at Cape Town and Johannesburg on this the 19th day of February 2019;

AND

(2)

EBEN VAN HEERDEN

ID NUMBER: 750828 5113 085

in her capacity as a director/representative of:

DE BEERS CONSOLIDATED MINES (PTY) LTD

(Registration No.: 1888/000007/07)

(hereinafter together with its successor in title and assigns referred to as “**the Cessionary**”), she, the said Appearer, being duly authorised hereto under and by virtue of a Special Power of Attorney of the Cessionary passed at Johannesburg on this the 21st day of February 2019;

which certified copies of the Resolutions have this day been exhibited to me, the Notary, and remain filed of record in my protocol with the Minute hereof.

AND THE APPEARER DECLARED THAT:

WHEREAS:

- A. The Cedent is the holder of the Prospecting Right NC 30/5/1/2/2/12043 PR registered at the Mineral and Petroleum Titles Registration Office: Pretoria under reference number 03/2018 to prospect for Diamond (General) (D) in, on or under a certain Sea Concessions 4C, in the Namaqualand District of the Northern Cape Province.

- B. The Cessionary has acquired the Prospecting Right from the Cedent.
- C. The Cedent has agreed to cede and transfer the Prospecting Right to the Cessionary.
- D. In terms of clause 4 of the said prospecting right, the Cedent is not entitled to cede, transfer, alienate or dispose its shareholding, equity, interest or participation in the said prospecting right without the consent of the Minister of Mineral Resources, which consent has now been obtained.

NOW THEREFORE THESE PRESENTS WITNESS:

- 1. The Cedent does hereby cede, assign, transfer and make over to and in favour of the Cessionary (representing the Cedent's prospecting right) in and to:

- 1.1 Prospecting Right executed before Notary Public, **PLEASURE KAGISO MASHAMBA** on the 09th day of February 2018 and registered in the Mineral and Petroleum Titles Registration Office: Pretoria in the Register of Mining Rights on the 28th day of February 2018 under 06/2018, in respect of the sole and exclusive right to prospect for Diamond (General) (D) in, on or under:

a certain Sea Concessions 4C of 496689.51 (FOUR HUNDRED AND NINETY SIX THOUSAND SIX HUNDRED AND EIGHTY NINE comma FIVE ONE) hectares of ground indicated on the sketch plan annexed to the said prospecting right as Annexure B, situate on the following immovable properties, namely:

- i. Sea Concessions 4C, in the Namaqualand District of the Northern Cape Province;

(hereinafter referred to as "**the Prospecting Right**"),

- 2. The Cessionary hereby accepts cession of the Prospecting Right, subject to all attendant obligations, and subject to the aforesaid conditions.

3. It is recorded that this cession flows from an Exchange of Minerals Agreement entered into between Cessionary on the one part, and the Cedent, Belton Park Trading 127 (Pty) Ltd on the other part (hereinafter referred to as “**the Agreement**”) duly entered into on the 20th June 2018, the pertinent details of which are as follows:
 - 3.1 the Cedent and the Cessionary shall exchange minerals without an exchange of money in order for the parties to undertake their prospecting and/or mining activities undisturbed and without any risk to the environment;
 - 3.2 cession and transfer of the Cedent’s Prospecting Right to the Cessionary.
4. All the conditions in terms of the Exchange of Minerals Agreement have been fulfilled by the Cedent and the Cessionary.
5. The Cedent and Cessionary note that the Minister has included a condition to the cession and same shall be addressed between the Cessionary and the Minister.
6. The Minister has consented to the cession herein contained.
7. All costs of and incidental to this cession shall be borne by the Cessionary.

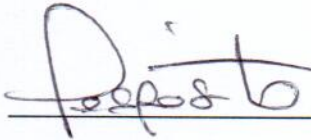
THUS DONE AND EXECUTED at Kimberley on the day, month and year first
aforewritten, in the presence of the undersigned witnesses.

Handwritten signatures and initials in black ink, including a large signature on the left and several smaller initials and scribbles on the right.

AS WITNESSES:

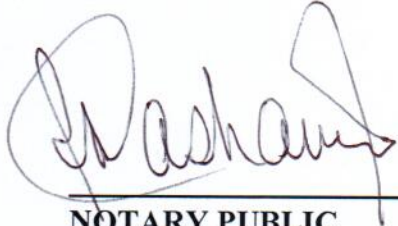
1. 

2. 

(1) 
_____ q.q.

(2) 
_____ q.q.

QUOD ATTESTOR



NOTARY PUBLIC



PROTOCOL NO.: 6/ 2019

NOTARIAL DEED OF CESSION
(OF PROSPECTING RIGHT)

BE IT HEREBY MADE KNOWN:

That on this the 22nd day of February in the year of Our Lord Two Thousand and Nineteen (2019), before me PLEASURE KAGISO MASHAMBA, Notary Public by lawful authority, duly sworn and admitted, residing and practising at Johannesburg, in the Gauteng Province of the Republic of South Africa, and in the presence of the undersigned witnesses came and appeared:

(1)

PAOLO ESPOSITO
PASSPORT NUMBER: YB2953271

in his capacity as a director/representative of:



BELTON PARK TRADING 127 (PTY) LTD

(Registration No.: 2011/001711/07)

(hereinafter together with its successor in title and assigns referred to as “**the Cedent**”), he, the said Appearer, being duly authorised hereto by virtue of a Resolution of Directors of the Cedent passed at Cape Town and Johannesburg on this the 19th day of February 2019;

AND

(2)

EBEN VAN HEERDEN

ID NUMBER: 750828 5113 085

in her capacity as a director/representative of:

DE BEERS CONSOLIDATED MINES (PTY) LTD

(Registration No.: 1888/000007/07)

(hereinafter together with its successor in title and assigns referred to as “**the Cessionary**”), she, the said Appearer, being duly authorised hereto under and by virtue of a Special Power of Attorney of the Cessionary passed at Johannesburg on this the 21st day of February 2019;

which certified copies of the Resolutions have this day been exhibited to me, the Notary, and remain filed of record in my protocol with the Minute hereof.

AND THE APPEARER DECLARED THAT:

WHEREAS:

A. The Cedent is the holder of the Prospecting Right NC 30/5/1/2/2/12022 PR registered at the Mineral and Petroleum Titles Registration Office: Pretoria under reference number 04/2018 to prospect for Diamond (General) (D) in, on or under a certain Sea Concessions 5C, in the Namaqualand District of the Northern Cape Province.

- B. The Cessionary has acquired the Prospecting Right from the Cedent.
- C. The Cedent has agreed to cede and transfer the Prospecting Right to the Cessionary.
- D. In terms of clause 4 of the said prospecting right, the Cedent is not entitled to cede, transfer, alienate or dispose its shareholding, equity, interest or participation in the said prospecting right without the consent of the Minister of Mineral Resources, which consent has now been obtained.

NOW THEREFORE THESE PRESENTS WITNESS:

- 1. The Cedent does hereby cede, assign, transfer and make over to and in favour of the Cessionary (representing the Cedent's prospecting right) in and to:

- 1.1 Prospecting Right executed before Notary Public, **PLEASURE KAGISO MASHAMBA** on the 09th day of February 2018 and registered in the Mineral and Petroleum Titles Registration Office: Pretoria in the Register of Mining Rights on the 28th day of February 2018 under 07/2018, in respect of the sole and exclusive right to prospect for Diamond (General) (D) in, on or under:

a certain Sea Concessions 5C of 478828.16 (FOUR HUNDRED AND SEVENTY EIGHT THOUSAND EIGHT HUNDRED AND TWENTY EIGHT comma ONE SIX) hectares of ground indicated on the sketch plan annexed to the said prospecting right as Annexure B, situate on the following immovable properties, namely:

- i. Sea Concessions 5C, in the Namaqualand District of the Northern Cape Province;

(hereinafter referred to as "**the Prospecting Right**"),

- 2. The Cessionary hereby accepts cession of the Prospecting Right, subject to all attendant obligations, and subject to the aforesaid conditions.

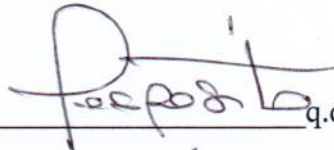
3. It is recorded that this cession flows from an Exchange of Minerals Agreement entered into between Cessionary on the one part, and the Cedent, Belton Park Trading 127 (Pty) Ltd on the other part (hereinafter referred to as “the Agreement”) duly entered into on the 20th June 2018, the pertinent details of which are as follows:
 - 3.1 the Cedent and the Cessionary shall exchange minerals without an exchange of money in order for the parties to undertake their prospecting and/or mining activities undisturbed and without any risk to the environment;
 - 3.2 cession and transfer of the Cedent’s Prospecting Right to the Cessionary.
4. All the conditions in terms of the Exchange of Minerals Agreement have been fulfilled by the Cedent and the Cessionary.
5. The Cedent and Cessionary note that the Minister has included a condition to the cession and same shall be addressed between the Cessionary and the Minister.
6. The Minister has consented to the cession herein contained.
7. All costs of and incidental to this cession shall be borne by the Cessionary.


THUS DONE AND EXECUTED at Kimberley on the day, month and year first
aforewritten, in the presence of the undersigned witnesses.

Handwritten signatures of witnesses, including a large stylized signature and several smaller ones.

AS WITNESSES:

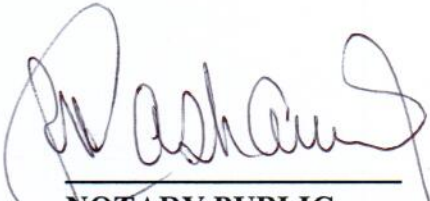
1. 

(1)  q.q.

2. 

(2)  q.q.

QUOD ATTESTOR


NOTARY PUBLIC



PLEASE SIGN AND EMAIL TO csadan@slrconsulting.com or fax 021 461 1120



ACKNOWLEDGEMENT OF RECEIPT

MARINE SEDIMENT SAMPLING ACTIVITIES IN VARIOUS DIAMOND MINING CONCESSION AREAS, WEST COAST, SOUTH AFRICA (DEA REF NO: 14/12/16/3/3/1/1319): NOTIFICATION OF TRANSFER OF PROSPECTING RIGHTS FOR SEA CONCESSIONS 4C AND 5C

Name of recipient:

MS MILLICENT SOLOMONS

Address of recipient:

473 STEVE BIKO ROAD, ARCADIA, PRETORIA

Contents:

1 X LETTER AND COPY OF EXECUTED TRANSFER

Received by (print name): Isabella for
DEPARTMENT OF ENVIRONMENT, FORESTRY AND FISHERIES

Signature: I. Gadele

Date: 02/02/19

Company Stamp

RECEIVED

DEAT

BRANCH: _____

UNIT NO.: Isabella

EXT: 8925

DATE: 02/02/19

Project number: IMD05BEIA - 773.09017.00001



SLR Consulting (South Africa) (Proprietary) Limited

Registered Address: Unit 7, Fourways Manor Office Park
1 Macbeth Avenue, Fourways, 2191
Postal Address: PO Box 1396, Cramersview, 2004, South Africa

Reg. No: 2007/09592/07
Vat No: 363024219R

Directors: R Hounslope, F Fredericks, D Jursak

Fourways Office: Physical Address: Unit 7 & 9, Fourways Manor Office Park, 1 Macbeth Avenue, Fourways
Postal Address: PO Box 1596, Cramersview, 2060 ● +27 11 467 0945 ● +27 11 467 0918

Cape Town Office: Physical Address: Unit 39, Bayland Square, 10 Drury Lane, Cape Town
Postal Address: PO Box 10145, Caledon Square, 7905 ● +27 21 461 1118 ● +27 21 461 1120

Somerset West Office: Unit 03, Building 5, Fourways Office Park, Nibick Way, Somerset West
● +27 21 851 3348

● slrconsulting.com