

PROSPECTING WORK PROGRAMME

SUBMITTED FOR A PROSPECTING RIGHT APPLICATION WITH
BULK SAMPLING



mineral resources

Department:
Mineral Resources
REPUBLIC OF SOUTH AFRICA

Name of Applicant:

D.M.J. Van Der Merwe

Katdoornplaat 1 HP

Rietkuil 155 HO

Syferfontein 2 HO

AS REQUIRED IN TERMS OF SECTION 16 READ TOGETHER WITH REGULATION 7(1) OF THE MINERAL AND PETROLEUM RESOURCES DEVELOPMENT ACT (ACT 28 OF 2002)

1. REGULATION 7.1 (a)

FULL PARTICULARS OF THE APPLICANT

Table 1: Applicant's Contact Details

ITEM	COMPANY CONTACT DETAILS
Name	David Matthys Johannes van der Merwe
Tel no	082 944 9216
Fax no	053 963 2009 / 086 518 1154
Cellular no	082 944 9216
Email address	dmj@vodamail.co.za
Postal address	P.O. Box 264 Schweizer-Reneke 2780

Table 2: Consultant's Details

ITEM	CONSULTANT CONTACT DETAILS (If applicable)
Name	Japie van Zyl Attorneys
Tel no	053 963 2008
Fax no	053 963 2009
Cellular no	082 924 6687
Email address	japie@japievzylprok.co.za
Postal address	P.O. Box 960 Schweizer-Reneke 2780

2. REGULATION 7(1)(b)

PLAN CONTEMPLATED IN REGULATION 2(2) SHOWING THE LAND TO WHICH THE APPLICATION RELATES

See annexure "B"

3. REGULATION 7(1)(c)

THE REGISTERED DESCRIPTION OF THE LAND TO WHICH THE APPLICATION RELATES

- 3.1 The remaining extent of portion 15 (portion of portion 1) of the farm Rietkuil 155
Registration Division: H.O
Extent: 98 2232 hectares
Title Deed: T16936/1964
- 3.2 Portion 3 of the farm Katdoornplaat 1
Registration Division: H.P
Extent: 171.3064 hectares
Title Deed: T169262/2005
- 3.3 The remaining extent of portion 12 (portion of portion 4) of the farm Syferfontein 2
Registration Division: H.P
Extent: 113.8245 hectares
Title Deed: T16936/1964
- 3.4 The remaining extent of portion 15 (portion of portion 2) of the farm Syferfontein 2
Registration Division: H.P
Extent: 343.1153 hectares
Title Deed: T62141/2006
- 3.5 Portion 36 (Portion of Portion 12) of the farm Syferfontein 2
Registration Division: H.P
Extent: 113.8245hectares
Title Deed: T16936/1964

4. REGULATION 7(1)(d) and (e)

THE MINERAL OR MINERALS TO BE PROSPECTED FOR

Table 4.1: Minerals to be prospected for

ITEM	DETAIL
Type of mineral(s)	Diamonds Alluvial (DA) Diamonds General (D)
Type of mineral continued	n/a

<p>Locality (Direction and distance from nearest town)</p>	<p>The farm Rietkuil is approximately 21km North of Wolmaransstad adjacent to the R505 on route to Ottosdal;</p> <p>The farm Katdoornplaat is approximately 29km North East of Wolmaransstad adjacent to the R505 on route to Ottosdal. The farm Syferfontein is located approximately 15 km North East of Wolmaransstad adjacent to the N12.</p>
<p>Extent of the area required for prospecting</p>	<p>840.2939 hectares</p>
<p>Geological formation</p>	<p>From the geological map, the following geological information is obtained:</p> <p>Qw: Aeolian sand</p> <p>The <i>Council for Geo Science</i> describes the gravel found in the area under application as follows:</p> <p><i>Gordonia formation</i></p> <p>It is practically impossible to define the eastern limit of the Gordonia formation in the Vryburg area. The formation thins towards the east and there appears to be a transition from it to the other Quaternary deposits (sand and soil). The boundary shown on the Vryburg sheet is thus largely arbitrary.</p> <p>The Gordonia Formation comprises red and yellow fine-grained sand. Although the formation is an Aeolian deposit no dunes are present in the area. Any dunes that might have been present must have become destroyed during reworking of the sand.</p>

Mineralogy

The original mineralogy of the lava consisted of lath-like feldspar and pyroxene set in a glassy groundmass, but this composition has been fundamentally changed to mineralogy comparable to that of a greenschist. The feldspars have been partly or completely saussuritised. The pyroxene, which probably consisted of augite, has been uralitised and the glassy groundmass has been devitrified. Thus the rocks now chiefly consist of secondary minerals such as chlorite, epidote, clinozoisite, calcite, sericite and uralite.

The *Council for Geo Science* describes the gravel found in the area under application as follows:

Rb – Quartzite, grit, conglomerate; proclastic breccia, tuffaceous sediments, cherty or calcareous in places

The *Council for Geo Science* describes the gravel found in the area under application as follows:

Classification

The Ventersdorp Supergroup, most commonly found in the districts of the Northwest Province, consists of 2 groups namely the Klipriviersberg Group and the Platberg Group. The latter will be discussed seeing as the area under application falls directly into this specific geological group.

The formation relevant to this discussion, namely the Rietgat Formation, comprises mainly amygdaloidal and non-amygdaloidal lava and agglomerate which occur interbedded with quartzite and tuffaceous sedimentary rocks. The lava, which is medium grained and nearly devoid of amygdales, occurs interbedded with sedimentary and pyroclastic rocks.

Mineralogy

The original mineralogy of the lava consisted of lath-like feldspar and pyroxene set in a glassy groundmass, but this composition has been fundamentally changed to a mineralogy comparable to that of a greenschist. The feldspars have been partly or completely saussuritised. The pyroxene, which probably consisted of augite has been uralitised and the glassy groundmass has been devitrified. Thus the rocks now chiefly consist of secondary minerals such as chlorite, epidote, clinozoisite, calcite, sericite and uralite.

Sedimentary Rocks

The sedimentary rocks of the Rietgat formation consist of a mixture of tuffaceous and clastic sediments. At the top of this sequence tuffs and tuffaceous sediments prevail while the top half mainly consists of tuffaceous sedimentary rocks and quartzites. Ripple marks on the bedding planes of some of the tuffaceous units indicate that the reworking and deposition of the tuffaceous material by fluvial processes have taken place.

	<p><u>More about the Rietgat formation</u></p> <p>The Rietgat formation consists of greenish or dark grey arkostic quartzite, micaceous flagstone, siltstone, shale and amygdaloidal lava. the sedimentary rocks dip at a low angle to the south. The quartzite and flagstone consist of subangular to rounded grains of quartz, orthoclase, microcline, and lithic fragments and flakes of biotite. The orthoclase, microcline and biotite in the quartzite and flagstone indicate a granite origin for the sediments. Lithic grains, which comprise mostly lava particles, indicate that some of the material was derived from the Ventersdorp itself.</p>
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4.2 Description why the Geological formation substantiates the minerals to be prospected for (provide a justification as to why the geological formation supports the possibility that the minerals applied for could be found therein)

There are various operational alluvial diamond mines in the region of these properties on which applications for prospecting rights have been lodged. In house information exist which substantiate the reasons for this application.

The farms are found in an area where diamond alluvial gravel may be found.

4.3 Attach a geological map that justifies the description why there is a possibility that the minerals applied for could occur on the land concerned.

See annexure "C"

5. REGULATION 7(1)(f)

A DESCRIPTION OF HOW THE MINERAL RESOURCE AND MINERAL DISTRIBUTION OF THE PROSPECTING AREA WILL BE DETERMINED

5.1 SITE VISIT

A formal site visit will be done within 90 days after the prospecting right was executed.

5.2 DESKTOP STUDIES

Desktop studies will be undertaken after the site investigation was done to determine the target areas including the identification of any infrastructure to be build and any potential problems that may need to be addressed.

5.3 PITTING

Pits will be digged by an excavator to look for gravel. If gravel is found, the applicant will determine the composition and quality of the gravel.

5.4 TRENCHES

The applicant will proceed with this way of prospecting by means of the open cast / trenching method, simultaneously or after pitting depending on the information obtained from the earlier work done. The trenches will be digged to remove and to wash the gravel. It will be washed by a **10 feet washing** pan to determine diamond proceeds per 100 ton of gravel.

5.5 CONSOLIDATION AND INTERPRETATION OF RESULTS DATA

All data will be consolidated and processed to determine the diamond bearing resource on the property. This will be a continuous process throughout the prospecting work program.

5.6 GENERAL

The prospecting activities will be conducted in conjunction with the farming activities conducted on the properties. The surface area is very good agricultural land used for cultivation of maize, groundnuts and sunflower. Pits and trenches will only be digged after harvest and before planting activities for the new season consumes. The remaining portions of the properties are used for extensive cattle farming. Prospecting will be done in conjunction with these farming activities.

REGULATION 7(1)(h)

ALL PLANNED PROSPECTING ACTIVITIES MUST BE CONDUCTED IN PHASES AND WITHIN SPECIFIC TIMEFRAMES

PHASE	PROSPECTING METHOD	0 - 3	4-6	7 – 48	49-60
1	Site Visit	X			
2	Desktop Studies		X		
3	Pitting			X	
4	Trenches			X	
5	Consolidation and interpretation of results data; Preparation of mining right application or renewal of the prospecting right.				X

REGULATION 7(1)(i)

TECHNICAL DATA DETAILING THE PROSPECTING METHOD OR METHODS TO BE IMPLEMENTED AND THE MINE REQUIRED FOR EACH PHASE OF THE PROPOSED PROSPECTING OPERATION

PHASE 1 – SITE VISIT

GENERAL	A site visit will be conducted within 3 months after execution of the Prospecting Right. It is envisaged that the information will be obtained from the site visit to do the desktop studies and other prospecting activities.
TIMEFRAME	0-3 months
COSTS	R5000
TECHNICAL SUPPORT	Environmental Consultant – Milnex 189 CC Geologist – Pierre de Jager

PHASE 2– DESKTOP STUDIES

1.	GENERAL	Desktop studies will be undertaken after site investigation has been done to determine the target areas including the identification of any
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		infrastructure to be build and any potential problems that may need to be addressed.
2.	TIMEFRAME	3 months (4 -6)
3.	COSTS	R10 000
4.	TECHNICAL SUPPORT	Environmental Consultant – Milnex 189 CC Geologist – Pierre de Jager

PHASE 3 – PITTING

1.	GENERAL	The information obtained from the desktop studies will be used to draw up a pitting map. The location and GPS coordinates of where pits will be digged, will be indicated on this map (pitting location map). Pits will then be digged by an excavator on these mapped coordinated points. If gravel is found the applicant will determine the composition and quality of the gravel. It is envisaged that the pits will determine the location and intersection of mineralization. It is envisaged that 150 pits will be digged . It may be less depending on results.
2.	TIMEFRAME	42 months
3.	NUMBER OF PITS	150
4.	EXTENT	3m x 2m x 3m
5.	CALCULATION	Area: 840.2939 hectares Pit every ± 5.6 hectares
6.	COSTS	R2000 x 150 = R300 000.00
7.	TECHNICAL SUPPORT	Environmental Consultant – Milnex 189 CC

PHASE 4 – TRENCHES

1.	GENERAL	The applicant will proceed with this way of prospecting by means of the open cast /
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		trenching method, during and or after pitting and depending on the results. The location where the trenches will be digged, will be determined after the gravel has been located by conducting the desktop studies and the digging of pits. The trenches will be digged on the parts of the property where the gravel is located. Trenches will be sited on the resource map according to the coordinate of each of the trenches made. The trenches will be digged to remove and wash the gravel. It will be washed by a 10 feet washing pan to determine diamond proceeds per 100 ton of gravel. The trenches will be sited to determine the geological representivity. Overburden will be stripped and placed next to the trench as determined in the EMP. Gravel will be removed and transported to the plant to be washed. Tailings will be returned to the excavation to fill it up. Hereafter overburden will be dumped in the excavation where after topsoil will be placed in the excavation.
2.	TIMEFRAME	42 months
3.	NUMBER OF TRENCHES	50
4.	EXTENT	20m x 20m x 3m
5.	CALCULATION	Area: 840.2939 hectares Trench every \pm 16.80 hectares
6.	COSTS	R8 000 x 50 = R400 000.00
7.	TECHNICAL SUPPORT	1 X Excavator – Volvo EC460BMH 1 X Front-end Loader – Volvo L120E 1 X Dumper – Bell B25B 1 X 10 feet washing pan 1 X Genset Generator 150 Kva
8.	TONS TO BE WASHED	20m x 20m x 1 m x 1.8 x 50 = 36 000 tons

PHASE 5– CONSOLIDATION AND INTERPRETATION

1.	GENERAL	All data will be consolidated and processed to determine the diamond bearing resource on the property. This will be a continuous process throughout the prospecting work. Each phase of prospecting will be followed by desktop studies involving interpretation and modeling of all data gathered and how the applicant will proceed with the work program in terms of activity, quantity, resources expenditures and duration. A pre-feasibility study will be done to determine the preliminary economic assessment of the resource and to determine whether additional evaluation of the deposit will be warranted to increase confidence in the resource estimation. Prospecting work will be conducted by a multi-disciplinary team to determine whether the resource can be viable exploited and if the results can support an application for a mining right.
2.	TIMEFRAME	12 months
3.	COSTS	R10 000
	TECHNICAL SUPPORT	Environmental Consultants, Geologist

Table 5.1 The table below incorporates the information required in respect of Regulations 7(1)(f), 7(1)(h) and 7(1)(i):

Phase	Activity	Skill(s) required	Timeframe	Outcome	Timeframe for outcome	What technical expert will sign off on the outcome?
One	Non-Invasive Prospecting Site Visit	Environmental Consultant, Geologist	Month 0 – 3	Finalization of the prospecting work to be done	Month 3	Environmental Consultants – Milnex Geologist – Pierre de Jager
Two	Non-Invasive Prospecting Desktop Studies	Environmental Consultant, Geologist	Month 4-6	The finalization of the map for pitting	Month 6	Milnex – Environmental Consultants
Three	Invasive Prospecting Pitting	Environmental Consultant, geologist	Month 7 – 48	Obtaining information about location of the gravel and where bulk samples will be made	Month 48	Milnex - Environmental Consultants Geologist - Pierre de Jager
Four	Invasive Prospecting Trenches	Environmental Consultant, Machine Operators, Pan Operators, Mine Health and Safety, Environmental	Month 7-48	The determination of the diamond resource bearing resource, the extent of the resource, the life of mine, diamond proceeds per 100 tons of gravel washed (cpht) and average price per carat for the diamonds	Month 48	Milnex - Environmental Consultants Geologist – Pierre de Jager
Five	Non-Invasive Prospecting Consolidation and interpretation of results	Environmental Consultant,geologist	Month 49-60	The extent of the resource, The life of mine	Month 60	Milnex - Environmental Consultants Geologist - Pierre de Jager

6. REGULATION 7 (1)(g)

A DESCRIPTION OF THE PROSPECTING METHOD OR METHODS TO BE IMPLEMENTED

(i) DESCRIPTION OF PLANNED NON-INVASIVE ACTIVITIES:

(These activities do not disturb the land where prospecting will take place e.g. aerial photography, desktop studies, aeromagnetic surveys, etc)

1. Site Visit

A formal site visit will be done within 90 days after the prospecting right was executed.

2. Desktop Studies

Desktop studies will be undertaken after the site investigation has been done to determine the target areas including the identification of any infrastructure to be build and any potential problems that may need to be addressed.

3. Consolidation and interpretation of results data

All data will be consolidated and processed to determine the diamond bearing resource on the property. This will be a continuous process throughout the prospecting work program.

(ii) DESCRIPTION OF PLANNED INVASIVE ACTIVITIES:

(These activities result in land disturbances e.g. sampling, drilling, bulk sampling, etc)

1. Pitting

After the desktop studies, the applicant will use the info to draw a pitting map. The location and GPS coordinates of where the first pits will be digged, will be indicated on the map also referred to as a pitting location map. Pits will then be digged by an excavator at these mapped coordinated points. If gravel is found, the applicant will determine the composition and quality of the gravel. For proper evaluation of the composition and the quality of the gravel it is necessary for the applicant

to dig these prospecting pits. It is envisaged that the pits will determine the location and intersection of mineralization. The location of the further pits to be digged will be determined as pits are digged and results are obtained. Depending on the results, less pits than those envisaged maybe digged.

2. Trenches

The applicant will proceed with this way of prospecting by means of the open cast / trenching method, during and or after pitting. The location of the trenches will be determined after the gravel has been located by conducting the desktop studies and the digging of pits. The trenches will be digged on the parts of the property where the gravel is located. Trenches will be sited on the resource map according to the coordinate of each of the trenches made. The trenches will be digged to remove and wash the gravel. It will be washed by a 10 feet washing pan to determine diamond proceeds per 100 ton of gravel. The trenches will be sited to determine the geological representivity. Overburden will be stripped and placed next to the trench as determined in the EMP. Gravel will be removed and transported to the plant to be washed. Tailings will be returned to the excavation to fill it up. Hereafter overburden will be dumped in the excavation where after topsoil will be placed in the excavation.

Commitment to provide addendums in respect of additional prospecting activities

I herewith commit to provide the Department of Mineral Resources with an addendum in respect of both the EM Plan and Prospecting Work Program regarding any future in-fill prospecting required but not described above, prior to undertaking such activities. The addendum will cover all the Regulations as per the Prospecting Work Program.

I agree that the addendums will provide for similar activities only and if the scope changes I would be required to apply in terms of Section 102 of the MPRDA for an amendment of the Prospecting Work Program.

ACCEPT	X
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(iii) DESCRIPTION OF PRE-FEASIBILITY STUDIES

(Activities in this section includes but are not limited to: initial, geological modeling, resource determination, possible future funding models, etc)

All data will be consolidated and processed to determine the diamond bearing resource on the property. This will be a continuous process throughout the prospecting work program.

(iv) DESCRIPTION OF BULK SAMPLING ACTIVITIES

This activity requires that an application in terms of Section 20 of the Act is specifically included in your application for a prospecting right and cannot be proceeded with if such permission is not specifically granted.

See annexure “D” for an application in terms of Section 20 of the Act

Table 6.1: Bulk Sampling Activities

ACTIVITY		DETAILS		
Number of pits/trenches planned		150 Pits ; 50 Trenches		
Dimensions of pits/trenches, per pit/trench	Number of pits/trenches	Length	Width	Depth
	150 pits	3m	x 2m	x 3m
	50 trenches	20m	x 20m	x 3m
Locality		The locality of the trenches will only be determined after the field mapping has been done and the pits have been dug.		
Volume Overburden (Waste)		20m x 20m x 2m x 50 = 40 000m ³		
Volume Ore		20m x 20m x 1m x 50 = 20 000m ³		
Density Overburden		1.8		
Density Ore		2.2		
Phase(s) when bulk sampling will be		Phase 4		

required	
Timeframe(s)	Pitting: 42 months Trenches: 42 months

Commitment to provide for an addendum in respect of additional bulk sampling activities

I herewith commit to provide the Department of Mineral Resources with an addendum to the Prospecting Work Program, and an Environmental Management Plan for approval prior to undertaking any future bulk sampling activities not described above.

ACCEPT	X
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7. REGULATION 7(1)(j)(i)

DETAILS WITH DOCUMENTARY PROOF OF THE APPLICANT’S TECHNICAL ABILITY OR ACCESS THERETO TO CONDUCT THE PROPOSED PROSPECTING OPERATION

7.1 Competencies to be employed in terms of the Mine Health and Safety Act

COMPETENCIES TO BE EMPLOYED
Mine Manager
Equipment Manager
Safety Officer
Electricians
Operators
Environmental Consultants

I herewith confirm that I, in Table 9.1 have budgeted and financially provided for the required skills listed above.

CONFIRMED	X
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7.2 List of Appropriate equipment at your disposal (If applicable)

Table D: Appropriate Equipment available

1 X Excavator – Volvo EC460BMH
1 X Front-end Loader – Volvo L120E
1 X Dumper – Bell B25B
1 X 10 feet washing pan
1 X Genset Generator 150 Kva

7.3 Technical skills provided Free of Charge

7.3.1 Information (CV's) in respect of skills already acquired

- Environmental Consultants – see annexure “E”
- CV'S of workers – “F”
- Geologist – Pierre de Jager “G”
- Mulma Delwery CC

7.3.2 Copy of the relevant contractual agreements between the service provider and the applicant relative to the duration of the planned prospecting period, where applicable

- Environmental Consultants – see annexure “E”
- CV'S of workers – “F”
- Geologist – Pierre de Jager “G”
- Memorandum of Agreement – “H” (To provide equipment/technical expertise.

7.3.3 All other evidence of Technical Ability

List of Equipment and Employees

8. REGULATION 7 (1)(j)(ii)

DETAILS WITH DOCUMENTARY PROOF OF A BUDGET AND DOCUMENTARY PROOF OF THE APPLICANT'S FINANCIAL ABILITY OR ACCESS THERETO

As proof of the applicant's financial ability or access thereto, the following documents are annexed:

- Resolution of undertaking – annexure “I”

- Financial statements – annexure “J”
- Agreement - between Applicant, DMJ van der Merwe and Mulma Delwery CC

9. REGULATION 7 (1)(k)

A COST ESTIMATE OF THE EXPENDITURE TO BE INCURRED FOR EACH PHASE OF THE PROPOSED PROSPECTING OPERATION

Table 9.1

ACTIVITY	YEAR 1 Expenditure	YEAR 2 Expenditure	YEAR 3 Expenditure	YEAR 4 Expenditure
PHASE 1				
Site Visit	R5000	-	-	
PHASE 2				
Desktop Studies	R10 000	-	-	
PHASE 3				
Pitting	R42 852	R85 704	R85 704	R85 704
PHASE 4				
Trenches	R57 142	R114 285	R114 285	R114 285
PHASE 5				
Pre-Feasibility	-	-	-	R10 000
Labour	R40 000	R80 000	R90 000	R100 000
Rehabilitation	R20 000	R80 000	R80 000	R80 000
Diesel & Maintenance	R20 000	R40 000	R45 000	R50 000
Annual Total	R174 994	R399 989	R414 989	R439 989
			Total Budget	R1 429 961

10. FINANCIAL ABILITY TO GIVE EFFECT TO THE WORK PROGRAMME

10.1 The amount required to finance the Work Program

From the proposed budget it can be assumed that the amount of R1 429 961 would be required to finance the Work Program.

10.2 Detail regarding the financing arrangements

- Letter of undertaking – “I”
- Financial Statements – “J”

10.3 Confirmation of supporting evidence appended

- Financial Statements – “J”
- Memorandum of Agreement – “H”
- Resolution

11. Confirmation of the availability of funds to implement the proposed project

- Financial Statements – “J”

12. I herewith confirm that I have budgeted and financially provided for the total budget as identified in Regulation 7(1)(k).

CONFIRMED	X
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13. REGULATION 7(1)(m)

UNDERTAKING, SIGNED BY THE APPLICANT, TO ADHERE TO THE PROPOSALS AS SET OUT IN THE PROSPECTING WORK PROGRAMME

Table 13.1

Herewith I, the person whose name and identity number is stated below, confirm that I am the Applicant or the person authorized to act as representative of the Applicant in terms of the resolution submitted with the application, and undertake to implement this prospecting work program and adhere to the proposals set out herein.	
Full Names and Surname	David Matthys Johannes van der Merwe
Identity Number	840502 5311 088
Date	13 June 2016

ANNEXURE D

APPLICATION IN TERMS OF SECTION 20 (2) PERMISSION TO REMOVE AND DISPOSE OF MINERALS

Name of applicant: DMJ van der Merwe
Identity Nr: 840502 5311 088
Postal address: P.O. Box 264
Schweizer-Reneke
2780
Telephone number: 053 963 2008
Fax number: 053 963 2009 / 086 518 1154

Description of area applied for:

1. The remaining extent of portion 15 (portion of portion 1) of the farm Rietkuil 155
Registration Division: H.O
Extent: 98 2232 hectares
Title Deed: T16936/1964
2. Portion 3 of the farm Katdoornplaat 1
Registration Division: H.P
Extent: 171.3064 hectares
Title Deed: T169262/2005
3. The remaining extent of portion 12 (portion of portion 4) of the farm Syferfontein 2
Registration Division: H.P
Extent: 113.8245 hectares
Title Deed: T16936/1964
4. The remaining extent of portion 15 (portion of portion 2) of the farm Syferfontein 2
Registration Division: H.P
Extent: 343.1153 hectares
Title Deed: T62141/2006
5. Portion 36 (Portion of Portion 12) of the farm Syferfontein 2
Registration Division: H.P
Extent: 113.8245hectares
Title Deed: T16936/1964

The applicant hereby applies for permission to remove and dispose for own account of bulk samples of alluvial diamonds and diamonds general found on the above-mentioned area.

Signed at.....on.....day of.....2016.

APPLICANT

DATE

ANNEXURE I: UNDERTAKING

UNDERTAKING OF MULMA DELWERY CC ON 13 JUNE 2016

Mulma Delwery CC hereby undertake to fund the application to apply for a prospecting right and the prospecting activities in terms of sections 16 and 17 of the Mineral and Petroleum Resources Development Act and to prospect for diamonds on:

1. The remaining extent of portion 15 (portion of portion 1) of the farm Rietkuil 155
Registration Division: H.O
Extent: 98 2232 hectares
Title Deed: T16936/1964

2. Portion 3 of the farm Katdoornplaat 1
Registration Division: H.P
Extent: 171.3064 hectares
Title Deed: T169262/2005

3. The remaining extent of portion 12 (portion of portion 4) of the farm Syferfontein 2
Registration Division: H.P
Extent: 113.8245 hectares
Title Deed: T16936/1964

4. The remaining extent of portion 15 (portion of portion 2) of the farm Syferfontein 2
Registration Division: H.P
Extent: 343.1153 hectares
Title Deed: T62141/2006

5. Portion 36 (Portion of Portion 12) of the farm Syferfontein 2
Registration Division: H.P
Extent: 113.8245hectares
Title Deed: T16936/1964

It is confirmed that there is money available for the conducting of the prospecting activities. This money will be made solely available for the conducting of the prospecting activities.

Signed at.....on.....day of.....2016

APPLICANT

DATE