AMENDED PROSPECTING WORK PROGRAMME

SUBMITTED FOR A PROSPECTING RIGHT APPLICATION WITH BULK SAMPLING

Name of Applicant:
Thabo-Gaelebale Mineral Resources

Reference Number:
NW 30/5/1/1/2/11794 PR

Remaining extent of portion 1, portion 2, portion 3 (portion of portion 1) of the farm Lekker Sukkel Landgoed 454 JQ; The farm Zandfontein 923 JQ; Portion 44 (portion of portion 5), portion 45 (portion of portion 5), portion 46 (portion of portion 5), remaining extent of portion 226, portion 343 (portion of portion 41), portion 369, portion 370, portion 371, portion 372 of the farm Zandfontein 447 JQ

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

<table>
<thead>
<tr>
<th>ITEM</th>
<th>COMPANY CONTACT DETAILS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Name</td>
<td>Thabo-Gaelebale Mineral Resources (Pty) Ltd</td>
</tr>
<tr>
<td></td>
<td>Reg No: 2008/018462/07</td>
</tr>
<tr>
<td>Tel no</td>
<td>053 963 2008</td>
</tr>
<tr>
<td>Fax no</td>
<td>053 963 2009</td>
</tr>
<tr>
<td>Cellular no</td>
<td>082 447 6960</td>
</tr>
<tr>
<td>Email address</td>
<td><a href="mailto:ben@benhausgroup.com">ben@benhausgroup.com</a></td>
</tr>
<tr>
<td>Postal address</td>
<td>Private Bag X82084</td>
</tr>
<tr>
<td></td>
<td>Rustenburg</td>
</tr>
<tr>
<td></td>
<td>North West</td>
</tr>
</tbody>
</table>

Table 2: Consultant’s Details

<table>
<thead>
<tr>
<th>ITEM</th>
<th>CONSULTANT CONTACT DETAILS (If applicable)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Name</td>
<td>Japie van Zyl Attorneys</td>
</tr>
<tr>
<td></td>
<td>Gerhard Laufs</td>
</tr>
<tr>
<td>Tel no</td>
<td>053 963 2008</td>
</tr>
<tr>
<td>Fax no</td>
<td>053 963 2009</td>
</tr>
<tr>
<td>Cellular no</td>
<td>082 924 6687</td>
</tr>
<tr>
<td>Email address</td>
<td><a href="mailto:gerhard@japievzylprok.co.za">gerhard@japievzylprok.co.za</a></td>
</tr>
<tr>
<td>Postal address</td>
<td>P.O. Box 960</td>
</tr>
<tr>
<td></td>
<td>Schweizer-Reneke 2780</td>
</tr>
</tbody>
</table>

2. REGULATION 7(1)(b)

PLAN CONTEMPLATED IN REGULATION 2(2) SHOWING THE LAND TO WHICH THE APPLICATION RELATES
3. **REGULATION 7(1)(c)**

**THE REGISTERED DESCRIPTION OF THE LAND TO WHICH THE APPLICATION RELATES**

See the property description attached hereto as annexure “B”.

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

**THE MINERAL OR MINERALS TO BE PROSPECTED FOR**

*Table 4.1: Minerals to be prospected for*

<table>
<thead>
<tr>
<th>ITEM</th>
<th>DETAIL</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type of mineral(s)</td>
<td>Chrome ore (Cr)</td>
</tr>
<tr>
<td>Type of mineral continued</td>
<td>Platinum Group Metals (PGM)</td>
</tr>
<tr>
<td>Locality (Direction and distance from nearest town)</td>
<td>The farm is situated approximately 8km South of the town Madibeng.</td>
</tr>
<tr>
<td>Extent of the area required for</td>
<td>117.17 hectares</td>
</tr>
</tbody>
</table>
Prospecting

Geological Formation

**Bushveld Complex, Brits Graben, Merensky Reef**

The mafic rocks of the Bushveld Complex host layers rich in platinum group elements (PGE), chromium and vanadium, and constitute the world’s largest known resource of these metals and are collectively termed the Rustenburg Layered Suite (RLS).

The Critical Zone is characterized by regular rhythmic layering of cumulus chromite within pyroxenites, anorthosites, norites and olivine-rich rocks. It hosts virtually all economic mineralization encountered in the Bushveld Complex. The first economically significant cycle from a PGE perspective is the UG2 chromitite layer.

The Merensky Reef can also be traced along strike for 280 km and is estimated to contain 60 000 t of PGE to a depth of 1 200 m below surface.

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)**

Historic and active mining operations in the vicinity of the Mining right area exist with historical and current data of chrome deposits and platinum group metal concentrations in this area of the Bushveld Complex. The area falls within the Brits Graben, the Merensky Reef and
UG2, which have been identified on the property and some significant mineralised intersections were also identified.

The Merensky Reef and UG2 chromitite layer are currently mined at depths of up to 1 800 m below surface. The UG2 chromitite layer and Merensky are the only layers where significant mining for PGE and chromite takes place. The 3PGE +Au (Pt, Pd, Rh) concentration of the UG2 chromitite layer ranges from 2.5 ppm to 6.6 ppm, and is generally dominated by platinum-palladium (‘Pt-Pd’) sulphides.

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.
5. **REGULATION 7(1)(f)**

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

Prospecting activities described in this Prospecting Work Programme ("PWP") are aimed at determining the Chrome Ore (Cr) and Platinum Group Metals (PGM), content and overall mineral resource potential of the Prospecting Right Area. The activities will be a combination of both non-invasive and invasive
techniques. A suitable level of feasibility study (technical and economic evaluation) will also be undertaken. The Prospecting Work Programme will take on a phased approach to assess the potential reserves in the area:

**i) Access Negotiations**

Once the prospecting right is granted and executed by the applicant, the applicant will negotiate further access with the surface owner and occupiers in order to do a detail technical evaluation of the prospecting area. A contract will be drawn and negotiated with the surface owner regarding access and the suitability and time of year that is preferred that prospect drilling can commence.

**ii) Data Gathering and Evaluation**

From existing geological information, geophysical and topographical data, a geological base map will be produced and used as a basis for the exploration programme. Additional detail geological field mapping will be conducted in order to finalize 8 (eight) borehole drilling programme.

**iii) Geophysical Survey Programme**

A gravimetric survey will be undertaken over certain areas only where drilling indicated economical mineral layers and warrants areal determination. The major geological features that affect the Merensky Reef and UG2 chromitite layer are faults, dykes, potholes and mafic/ultramafic pegmatites. Emphasis will be placed upon recognition of faults. Mapped faults, shear zones and geophysical lineaments will be treated as a single evidence layer in the modelling and it is assumed that they represent the same style of deformation.

**iv) Phased Geological Core Drilling Programme**

Eight (8) geological boreholes (TNW) will be drilled in Year 1 and Year 2 in targeted areas of the prospecting area to a depth of 80m where economical mineral seams should be present. All borehole cores will be logged, surveyed and plotted on the base plan.
The core will be tested for Cr and PGM minerals. All drill holes will be rehabilitated by replacing unused cores back and replacing the blasted rock to the ground together with the overburden. The drilling sump will also be closed and any other materials removed from the drill site. If the quality and density of the minerals warrants further investigation, full oxide analysis will be undertaken.

v) Pitting, Trenching and Blasting

Preliminary exploration will be performed by pitting and trenching of the outcrop to observe and take bulk samples on a continuous basis across the mineralized zone. This is done to provide initial information to the geologist in order to improve the parameters estimated for this sampling program.

Bulk sampling will include the excavation of 2 pits and 16 trenches. The dimensions of the pits will be 115m x 115m x 50m deep and 132m x 322m x 55m deep. Dimensions for trenches to be excavated will be 10 m x 1.8m x 2.5 m deep. Blasting will be done only when resistant rock is intercepted during trenching. The floor area will be wide enough to allow access for a front end loader/excavator to collect sample material.

vi) Geological Evaluations and Yearly Reporting of Exploration Results

A progress report will be submitted to the Department of Mineral Resources regarding exploration information gained during this period of exploration. The mineral resource will be calculated using computer modelling and geostatistical principles such as Kriging. The mineral measures and reserves will be classified according to the SAMREC Code.

vii) Market research and Mining Right Application

Agreements will be searched to market the mineral resources of the indicated economical viable mineral resource, required for a Mining Right Application.
REGULATION 7(1) (h)

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

The prospecting work programme will be undertaken in phases that will allow optimal prospecting of the prospecting area:

PHASE 1:
Duration: 12 months
- Pre-Feasibility Study and Evaluation:
Geological field mapping and computer modelling of all available data.
- Field Mapping:
Further field mapping will be undertaken to plan the 8 (eight) geological boreholes
- Geological Core Drilling Programme:
4 (four) Geological core boreholes will be drilled on predetermined positions. All borehole cores will be logged, surveyed and plotted on the base plan. The ore will be tested for Cr and PGM minerals, and then rehabilitation will follow.
- Geophysical Survey Programme
A gravimetric survey will be undertaken over certain areas only where drilling indicated economical mineral layers and warrants areal determination.

PHASE 2:
Duration: 17 Months
- Pre-Feasibility Study and Evaluation:

Bulk sampling will include the excavation of 2 pits and 8 trenches. The dimensions of the pits will be 115m x 115m x 50m deep and 132m x 322m x 55m deep. Dimensions for trenches to be excavated will be 10 m x 1.8m m x 2.5 m deep. Blasting will be done only when resistant rock is intercepted during trenching. The floor area will be wide enough to allow access for a front end loader/excavator to collect sample material.
Geological field mapping and computer modelling of all available data.

- **Mapping, Geological Core Drilling Programme:**
  4 (four) Geological core boreholes will be drilled on predetermined positions. All borehole cores will be logged, surveyed and plotted on the base plan. The ore will be tested for Cr and PGM minerals, and then rehabilitation will follow.

- **Bulk Sampling and Blasting**
  Bulk sampling will include the excavation of 8 trenches. The dimensions of the trenches to be excavated will be 10 m x 1.8 m x 2.5 m deep. Blasting will be done only when resistant rock is intercepted during trenching. The floor area will be wide enough to allow access for a front end loader/excavator to collect sample material.

**PHASE 3:**
Duration: 7 Months
- **Geophysical Gravimetric Survey (if required):**
  To determine the extent of economical deposits
- **Feasibility Evaluation:**
  Map generation, modelling, mining layout and reporting
- **Market Research and Sales Agreement Evaluations**
- **Prepare Mining Right Application**

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 – DESKTOP ANALYSIS, DRILLING, BULK SAMPLING AND BLASTING**

**TIMEFRAME**
12 months (0 - 12 months)

**COSTS**
R539 000.00

**TECHNICAL SUPPORT**
Geologist & Surveyor
PHASE 2 – DRILLING, BULK SAMPLING AND BLASTING

GENERAL  
The drilling program will entail core drilling of 4 boreholes. 8 trenches will be excavated then blasting will follow if necessary.

TIMEFRAME  
17 months (months 13– 29)

COSTS  
R696 000.00

TECHNICAL SUPPORT  
Geologist & Drilling contractor

NUMBER OF HOLES  
4 holes drilled to a maximum depth of 80m.

PHASE 3 – FEASIBILITY STUDIES AND CONSOLIDATION

GENERAL  
All geological, geophysical, borehole and mineral recovery data will be modelled to obtain a final interpretation of the potential of the deposit.

TIMEFRAME  
7 months (30 -36)

COSTS  
R510 000.00

TECHNICAL SUPPORT  
Geologist & Mining consultants.
Table 5.7 The table below incorporates the information required in respect of Regulations 7(1)(f), 7(1)(h) and 7(1)(i):

<table>
<thead>
<tr>
<th>Phase</th>
<th>Activity</th>
<th>Skill(s) required</th>
<th>Timeframe</th>
<th>Outcome</th>
<th>Timeframe for outcome</th>
<th>What technical expert will sign off on the outcome?</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td><strong>Non-Invasive Prospecting</strong></td>
<td>Geologist &amp; Surveyor</td>
<td>Month 1 - 6</td>
<td>Geological report, maps, recommended drill sites and drilling quotations</td>
<td>Month 6</td>
<td>Geologist &amp; Surveyor</td>
</tr>
<tr>
<td></td>
<td>Desktop Analysis including a Literature survey, Field mapping, Data gathering, Aerial photography &amp; Geophysical survey.</td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td></td>
<td><strong>Invasive Prospecting – Area 1</strong></td>
<td>Geologist, Surveyor &amp; Contractor</td>
<td>Month 7 - 12</td>
<td>Mapping, Sampling &amp; Rehabilitation</td>
<td>Month 12</td>
<td>Geologist, Surveyor &amp; Drilling contractor</td>
</tr>
<tr>
<td></td>
<td>Drilling of boreholes, Bulk sampling of outcrop, Blasting and Rehabilitation.</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td><strong>Non-Invasive Prospecting</strong></td>
<td>Geologist</td>
<td>Month 13-14</td>
<td>Maps, recommendations &amp; Annual report</td>
<td>Month 14</td>
<td>Geologist</td>
</tr>
<tr>
<td></td>
<td>Evaluation</td>
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<td></td>
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<td></td>
<td></td>
</tr>
<tr>
<td>3</td>
<td><strong>Invasive prospecting – Area 2</strong></td>
<td>Geologist, Surveyor &amp; Contractor</td>
<td>Month 15 - 29</td>
<td>Mapping, Sampling &amp; Rehabilitation</td>
<td>Month 29</td>
<td>Geologist, Surveyor &amp; Drilling contractor</td>
</tr>
<tr>
<td></td>
<td>Drilling of boreholes, Bulk sampling of outcrop, Blasting and Rehabilitation.</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>Non-invasive Prospecting</strong></td>
<td>Geologist, Engineer &amp; Mining Consultants</td>
<td>Month 30 - 34</td>
<td>Economic viability of project. Mine Layout &amp; Resource statement.</td>
<td>Month 34</td>
<td>Geologist, Engineer &amp; Mining Consultants</td>
</tr>
<tr>
<td>Preparation of Application for Mining Right</td>
<td>Mining Consultants</td>
<td>Month 35 - 36</td>
<td>Lodge Mining right Application at DMR</td>
<td>Month 36</td>
<td>Mining consultants</td>
<td></td>
</tr>
<tr>
<td>---------------------------------------------</td>
<td>--------------------</td>
<td>---------------</td>
<td>---------------------------------------</td>
<td>---------</td>
<td>--------------------</td>
<td></td>
</tr>
<tr>
<td>Feasibility study</td>
<td></td>
<td></td>
<td></td>
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<td></td>
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</tr>
</tbody>
</table>
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.)

• Pre-Feasibility Study and Evaluation:
Geological field mapping and computer modelling of all available data. The overall geology of the area will be analyzed and interpreted using satellite imagery, aerial photographs and available literature on existing geological features to better understand the mineral deposit.

• Field Mapping:
Mapping will be done to identify special geological features. Rock units or geologic strata are usually shown in color or symbols to indicate where they are exposed at the surface. Bedding planes and structural features such as faults, folds, foliations, and lineation will be shown with strike and dip or trend and plunge symbols which give these features three-dimensional orientations.

Geological modelling will follow immediately after mapping to create computerized representations of the geophysical and geological observations made on and below the surface. Further field mapping will be undertaken to plan the 8 (eight) geological boreholes.

• Geophysical Survey Programme
A gravimetric survey will be undertaken over certain areas only where drilling indicated economical mineral layers and warrants areal determination.

• Data Gathering and Evaluation
From existing geological information, geophysical and topographical data, a geological base map will be produced and used as a basis for the exploration
programme. Additional detail geological field mapping will be conducted in order to finalize 8 (eight) borehole drilling programme.

- **Market research and Mining Right Application**
  Agreements will be searched to market the mineral resources of the indicated economical viable mineral resource, required for a Mining Right Application.

(ii) **DESCRIPTION OF PLANNED INVASIVE ACTIVITIES:**
(These activities result in land disturbances e.g. sampling, drilling, bulk sampling, etc)

- **Phased Geological Core Drilling Programme**
  8 (eight) Geological boreholes (TNW) will be drilled in Year 1 and Year 2 in targeted areas of the prospecting area to a depth of 80m where economical mineral seams should be present. All borehole cores will be logged, surveyed and plotted on the base plan.

  The core will be tested for Cr and PGM minerals. All drill holes will be rehabilitated by replacing unused cores back and replacing the blasted rock to the ground together with the overburden. The drilling sump will also be closed and any other materials removed from the drill site. If the quality and density of the minerals warrants further investigation, full oxide analysis will be undertaken.

- **Pitting, Trenching and Blasting**
  Preliminary exploration can be performed by pitting and trenching to observe and take bulk samples on a continuous basis across the mineralized zone. This is done to provide initial information to the geologist in order to improve the parameters estimated for this sampling program.

  Bulk sampling will include the excavation of 2 pits and 8 trenches. The dimensions of the pits will be 115m x 115m x 50m deep and 132m x 322m x 55m deep. Dimensions for trenches to be excavated will be 10 m x 1.8m m x
2.5 m deep. Blasting will be done only when resistant rock is intercepted during trenching. The floor area will be wide enough to allow access for a front end loader/excavator to collect sample material.

**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 infill 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.

**(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)

- **Feasibility Evaluation:**
  Map generation, modelling, mining layout and reporting. The feasibility study will take into account the geology, metallurgy and economics. The study must also determine mine operating costs, which include labour, electricity supplies and shipping as well as determining at what rate (daily tonnage) mining will occur.

The following components will be addressed:

- Mineral Resources and the Mineral reserves
- Mining method and the beneficiation process
- Mining rates
- Mine planning and life of mine
• Environmental issues and Right requirements
• Preliminary market study
• Capital cost estimates
• Operating cost estimates
• Financial and sensitivity analysis

(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.

It is foreseen that 147 145 tons will be taken from the 16 boreholes excavated to a depth of 2.5m. See annexure “F” for an application in terms of Section 20 of the Act.

Table 6.1: Bulk Sampling Activities

<table>
<thead>
<tr>
<th>ACTIVITY</th>
<th>DETAILS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of pits/ trenches planned</td>
<td>2 Pits &amp; 16 Trenches</td>
</tr>
<tr>
<td><strong>Number of pits/trenches</strong></td>
<td><strong>Length</strong></td>
</tr>
<tr>
<td>Pit 1</td>
<td>115m</td>
</tr>
<tr>
<td>Pit 2</td>
<td>132m</td>
</tr>
<tr>
<td>16 Trenches</td>
<td>10m</td>
</tr>
<tr>
<td>Locality</td>
<td>Until desktop studies are completed, the co-ordinates of the drill holes cannot be finalized.</td>
</tr>
<tr>
<td></td>
<td>Bulk Sample Area</td>
</tr>
<tr>
<td></td>
<td>Lat: 25° 41.600'S</td>
</tr>
<tr>
<td>Volume Overburden (Waste)</td>
<td>306296.6</td>
</tr>
<tr>
<td>--------------------------</td>
<td>---------</td>
</tr>
<tr>
<td>Volume Ore</td>
<td>147 145 Tons MG1 Only</td>
</tr>
<tr>
<td>Density Overburden</td>
<td>3.1</td>
</tr>
<tr>
<td>Density Ore</td>
<td>4.1</td>
</tr>
<tr>
<td>Phase(s) when bulk sampling will be required</td>
<td>Phase 2</td>
</tr>
<tr>
<td>Timeframe(s)</td>
<td>12 months</td>
</tr>
</tbody>
</table>

**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**

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

<table>
<thead>
<tr>
<th>COMPETENCIES TO BE EMPLOYED</th>
</tr>
</thead>
<tbody>
<tr>
<td>Chief Executive Officer and Mine Manager</td>
</tr>
<tr>
<td>Chief Surveyor</td>
</tr>
<tr>
<td>Rock Engineer</td>
</tr>
<tr>
<td>Site Foreman</td>
</tr>
<tr>
<td>Drilling Contractor (Benhaus Mining (Pty) Ltd)</td>
</tr>
</tbody>
</table>
I herewith confirm that I, in Table 9.1 have budgeted and financially provided for the required skills listed above.

| CONFIRMED | X |

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

Table D: Appropriate Equipment available

| Drill Rigs |
| Excavators |
| Articulated Dump Trucks |
| Bulldozers |
| Front End Loader |
| Grader |
| Crusher |
| LDV’s |

7.3 Technical skills provided Free of Charge

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

- Benhaus Mining (Pty) Ltd
- GeoActiv

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

- Memorandum of Agreement - annexure “C”
8. **REGULATION 7 (1)(jj)(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:

- Letter of undertaking – annexure “D”
- Financial statements – annexure “E”

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*

<table>
<thead>
<tr>
<th>ACTIVITY</th>
<th>YEAR 1 Expenditure</th>
<th>YEAR 2 Expenditure</th>
<th>YEAR 3 Expenditure</th>
</tr>
</thead>
<tbody>
<tr>
<td>PHASE 1</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Desktop analysis, Mapping &amp; Modelling</td>
<td>R50 000.00</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Drilling of 4 geological boreholes</td>
<td>R375 000.00</td>
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<tr>
<td>Geophysical Survey</td>
<td>R130 000.00</td>
<td></td>
<td></td>
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<tr>
<td>Bulk sampling and Blasting</td>
<td>R100 000.00</td>
<td></td>
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</tr>
<tr>
<td>PHASE 2</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Evaluation-Map Generation, Modelling and reporting</td>
<td>R50 000.00</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
10. FINANCIAL ABILITY TO GIVE EFFECT TO THE WORK PROGRAMME

10.1 The amount required to finance the Work Program

R1 852 300.00 would be required to finance the Work Program.

10.2 Detail regarding the financing arrangements

The directors of Thabo Gaelebale Mineral Resources (Pty) Ltd have passed a resolution approving the exploration budget for the proposed prospecting work.

Thabo Gaelebale Mineral Resources (Pty) Ltd has approached Benhaus Mining (Pty) Ltd for assistance in funding the proposed prospecting work and subsequently Benhaus Mining (Pty) Ltd passed a resolution approving the funding for the exploration.

➢ Letter of undertaking – annexure “D”
➢ Financial Statements – annexure “E”
10.3 **Confirmation of supporting evidence appended**

See attached financial statements of Benhaus Mining (Pty) Ltd - annexure “E”

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

See attached financial statements of Benhaus Mining (Pty) Ltd – annexure “E”

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

<table>
<thead>
<tr>
<th>CONFIRMED</th>
<th>X</th>
</tr>
</thead>
</table>

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*

<table>
<thead>
<tr>
<th>Full Names and Surname</th>
<th>Barend Johannes Botha</th>
</tr>
</thead>
<tbody>
<tr>
<td>Identity Number</td>
<td>480823 5010 081</td>
</tr>
<tr>
<td>Date</td>
<td>14&lt;sup&gt;th&lt;/sup&gt; May 2018</td>
</tr>
</tbody>
</table>
APPLICATION IN TERMS OF SECTION 20 (2) PERMISSION TO REMOVE AND DISPOSE OF MINERALS

Name of applicant: Thabo-Gaelebale Mineral Resources (Pty) Ltd
Reg number: 2008/018462/07
Postal address: Private Bag X82084
Rustenburg
North West
0300
Telephone number: 082 447 6960
Fax number: 053 963 2009

Description of area applied for:

See the details of the land attached hereto as annexure “B”

The applicant hereby applies for permission to remove and dispose for own account of bulk samples of Chrome ore and PGMs found on the above-mentioned area.

Signed at Schweizer-Reneke on this 09th day of March 2018.

____________________
APPLICANT
ANNEXURE D: UNDERTAKING

UNDERTAKING OF THABO-GAEBLEALE MINERAL RESOURCES (PTY) LTD ON THIS 9TH DAY OF MARCH 2018

Thabo-Gaelebale Mineral Resources (Pty) Ltd hereby undertakes to provide financial, technical expertise and equipment for a prospecting right in terms of sections 16 and 17 of the Mineral and Petroleum Resources Development Act and to prospect for Chrome ore and PGMs on:

See the details of the land attached hereto as annexure “B”

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.

See the financial statements attached hereto, as proof of availability of funding.

Signed at Schweizer-Reneke on this 9th day of March 2018.

____________________
APPLICANT