



Prospecting Right and Environmental Authorisation Application for the 7L4 Slimes Dam on Vogelstruisbult 127 IR and Daggafontein 125 IR

Notification of Intent to Develop

Project Number:

ERG3537

Prepared for:

Ergo Mining (Pty) Ltd

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Digby Wells and Associates (South Africa) (Pty) Ltd (Subsidiary of Digby Wells & Associates (Pty) Ltd). Co. Reg. No. 2010/008577/07. Turnberry Office Park, 48 Grosvenor Road, Bryanston, 2191. Private Bag X10046, Randburg, 2125, South Africa Tel: +27 11 789 9495, Fax: +27 11 789 9498, info@digbywells.com, www.digbywells.com

Directors: DJ Otto, GB Beringer, LF Koeslag, AJ Reynolds (Chairman) (British)*, J Leaver*, GE Trusler (C.E.O)
*Non-Executive



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Name	Responsibility	Signature	Date
Natasha Higgitt Assistant Heritage Consultant ASAPA Member No.335	NID Compilation	1 ggut	13 August 2015
Johan Nel HRM Unit Manager ASAPA Member No: 095	Reviewer	M	13 August 2015

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1 Introduction

Digby Wells Environmental (Digby Wells) was appointed by Ergo Mining (Pty) Ltd (Ergo) to undertake a Basic Assessment (BA) process for a Prospecting Right Application (GP 30/5/1/1/2 (10348) PR) for the 7L4 Slimes Dam Project (the Project) in the Magisterial District of Nigel. The BA process includes the following:

- Compilation of a Basic Assessment Report (BAR) which consists of:
 - An Environmental Impact Assessment (EIA); and
 - An Environmental Management Programme Report (EMPr).
- Related specialist studies; and
- A summary of the Public Participation Process (PPP).

1.1 Project Location

Table 1-1: Location data for the proposed 7L4 project

Name of property/ies	Vogelstruisbult 127 IR and Daggafontein 125 IR		
Erf or farm number/s	 Remaining Extent of the farm Vogelstruisbult 127 IR;and Portion 101 of the farm Daggafontein 125 IR 		
Coordinates of approximate centre of project area	-26.324396 28.502180		
Magisterial District	Nigel		
Municipality	Ekurhuleni Metropolitan Municipality		
Maximum extent of proposed development	112 m ²		
Current use	Slimes Dam		
Predominant land use/s of surrounding properties	Mining and Marievale Bird Sanctuary		

2 Project / Development Details

The East Rand Gold Basin extends for approximately 770 km² and includes the areas of Germiston, Brakpan, Heidelberg and Nigel. The East Rand Gold Basin was historically mined and has produced more than 10 000 tonnes of gold, with the mining companies having deposited the gold tailings in numerous tailings dams (slimes dams) and sand dumps throughout the region. Due to the inefficiencies of the historic mining processes, the slimes dams contain low concentrations of gold, as well as low concentrations of other elements



such as nickel, silver and uranium. Ergo has developed an efficient, modern process to extract gold from these historic slimes dams.

To determine the economic viability to mine the slimes dams, prospecting activities are required to determine the grade and quantity of gold remaining in the slimes dam.

Ergo intends to prospect slimes dam 7L4 located approximately 10 km south east of Springs, Ekurhuleni Metropolitan Municipality, Gauteng Province. Slimes Dam 7L4 is located on Portion 101 of the farm Daggafontein 125IR and the Remaining Extent of the farm Vogelstruisbult 127IR.

The prospecting activities include both invasive and non-invasive methods; non-invasive methods will not manifest any environmental impacts. The non-invasive prospecting methods include a geophysical and literature survey to identify and determine potential drill locations.

Once drill locations have been identified, invasive prospecting activities will be undertaken that will entail the augering into the slimes dam. Auger drilling will be undertaken in a grid pattern (100 m and later 50 m infill drilling) with an estimated total of 112 holes required. These holes will not be drilled deeper than the original surface level and will impact an area of approximately 1 m² per hole on the slimes dams.

2.1 NHRA Section 38 Triggers

The following aspects of Section 38 of the NHRA may be triggered by the proposed project.

Table 2-1: NHRA Section 38 Triggers for the proposed 7L4 project

	Summary description			
NHRA Section 38 (1) Activities / Triggers		Section 38 (1) Activities / Triggers	Summary description (e.g. 500 m conveyor belt, open cast pit, etc.)	
а	Any linear development or barrier >300 m		None: prospecting activities will be undertaken on and in the existing slimes dam footprint and no linear infrastructure will be developed.	
b	Any bridge or similar structure >50 m		None: as above.	
С	Any development or activity that will change the character of a site:		None: prospecting activities will not change the physical character of the	
	i	≥5 000m ² in extent	slimes dam, nor will any subdivision of the property take place.	
	ii	Involving ≥3 existing erven/ subdivisions		
	iii	Involving ≥3 or more erven/ divisions consolidated within past 5 years.		
d	Rezoning of a site ≥10 000 m ² in extent.		The slimes dam is already zoned for mining and no rezoning will be required	



NHRA Section 38 (1) Activities / Triggers		Summary description (e.g. 500 m conveyor belt, open cast pit, etc.)	
е	Other triggers, e.g.: in terms of other legislation, (i.e.: National Environment Management Act, etc.)	An assessment of possible impacts on cultural heritage is required in terms of: The Mineral and Petroleum Resources Development Act, 2002 (Act 28 of 2002) (MPRDA) and Regulations The National Environmental Management Act, 1998 (Act 107 of 1998) (NEMA) and the EIA Regulations, 2014	

2.2 Activities

The following activities will take place during the lifespan of the proposed project.

Table 2-2: Activities for the proposed 7L4 project

Name of Activity	Aerial Extent of the Activity	Listed Applicable List Activity Notice	
Non-invasive Prospecting (Geophysical and literature surveys).	N/A	Not Listed	N/A
Auger holes and trenches	112 m ²	X – Activity 20	GNR 983

2.3 Additional Impact Assessment Process

The following impact assessment process/es are currently being undertaken for the proposed project.

Table 2-3: Current legal process for the proposed 7L4 project

Legislation, i.e. NEMA, MPRDA, etc.	MPRDA and NEMA
Consenting Authority that has/will receive information	Department of Mineral Resources (DMR)
Present phase of process at Authority, e.g. Draft Scoping Report	Basic Assessment Report

3 Identified / Known Heritage Resources and Potential Impacts

The 7L4 Slimes Dam is between 63 and 47 years old according to aerial imagery. The 7L4 Slimes Dam is not yet present in a 1952 aerial photograph of the project area, depicted in Figure 3-1 below. The project area is dominated by agricultural fields within which mining development occurs to the north of the project area. The dam is present in the 1968 aerial photograph (See Figure 3-2). The dam is well established by 1968 along with four



surrounding slimes dams. No aerial photographs are available for the years between 1952 and 1968.



Figure 3-1: 1952 aerial image of the proposed 7L4 project area





Figure 3-2: 1968 aerial image of the proposed 7L4 project area



The following categories of heritage resources as defined in Section 3 of the NHRA are known to occur within the proposed project area.

Table 3-1: Identified heritage resources

	Places, buildings, structures and equipment of cultural significance
3(2)(a)	<u>Description of resource:</u> The slimes dam itself represents a historical structure as per the NHRA definition of "structure", as it may have been established more than 60 years ago.
	Potential impact: The prospecting activities will not cause any significant changes to the historical character of the slimes dam.
	Places to which oral traditions are attached or which are associated with living heritage
3(2)(b)	Description of resource: None
	Potential impact: None
	Historical settlements and townscapes
3(2)(c)	<u>Description of resource:</u> The 7L4 slimes dam is between 63 and 47 years old. The early slimes dams and other associated mining infrastructure are integral components of the historical mining townscapes and settlements of the East Rand.
	Potential impact: Prospecting activities will not impact the historical cultural landscape at this stage.
	Landscapes and natural features of cultural significance
3(2)(d)	Description of resource: None
	Potential impact: None
	Geological resources of scientific or cultural importance
3(2)(e)	Description of resource:
	The project area is underlain by the Kimberly and the Main/Nigel Reef within the Witswatersrand Supergroup.
	Potential impact: Prospecting activities will not impact any geological resources.



	Archaeology and/or palaeontology (Including archaeological sites and material, fossils, rock art, battlefields & wrecks)	
3(2)(f)	Description of resource: The project area is underlain by the Kimberly and the Main/Nigel Reef within the Witswatersrand Supergroup. These formations are of low to insignificant palaeontological sensitivity.	
	Potential impact: None	
	Graves and burial grounds	
3(2)(g)	Description of resource: None identified.	
(-)(9)	Potential impact: Prospecting will not impact on any burial grounds and graves as the prospecting will not occur past the original surface.	
	Other human remains	
3(2)(a)	Description of resource: None	
	Potential impact: None	
	Sites of significance relating to the history of slavery in South Africa	
3(2)(h)	Description of resource:	
	Potential impact: None	
	Movable objects	
3(2)(i)	Description of resource: None	
	Potential impact: None	



3.1 Illustrative Material

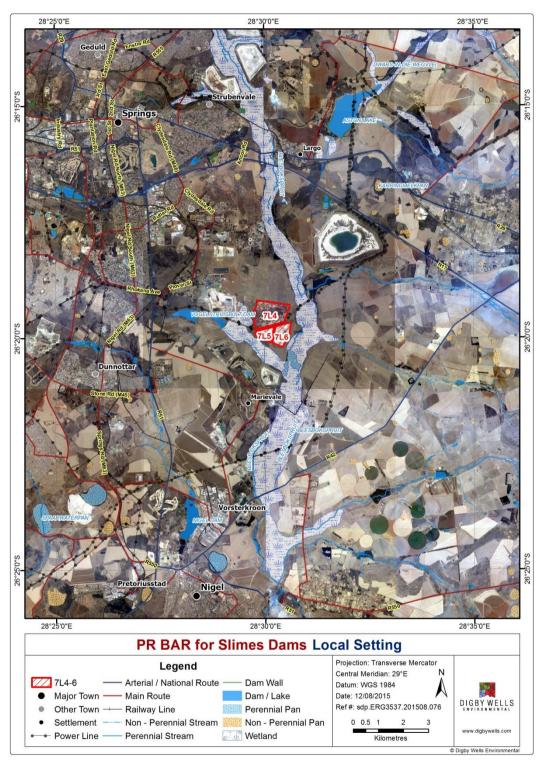


Figure 3-3: Local setting of the 7L4 proposed project area

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4 Recommendation

Table 4-1: Recommendations for the proposed 7L4 project

Is a Heritage Impact Assessment required?	☐ Yes	⊠ No	
If NO, provide motivation:			
Based on an understanding of the cultural landscape and the identified heritage resources within the project area, and the proposed project activities, the following recommendations are made:			
 Exemption from all further heritage studies for the Prospection Right Application; 			
Should prospecting show that reclamation of dump 7L4 is feasible, a Mining Righ Application process will be required that will need to include a Heritage Impac Assessment process.		•	
Recommendation made by:			
Name: Natasha Higgitt			
Capacity: Assistant Heritage Management Consultant: Archaeologist			