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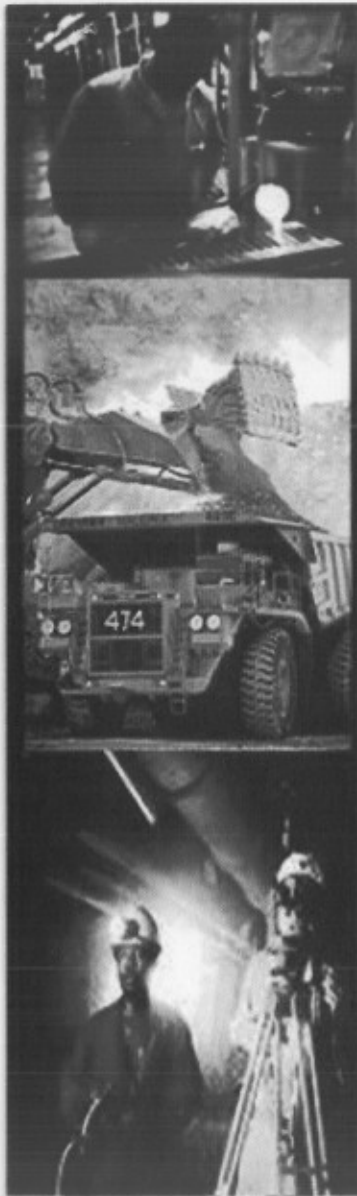


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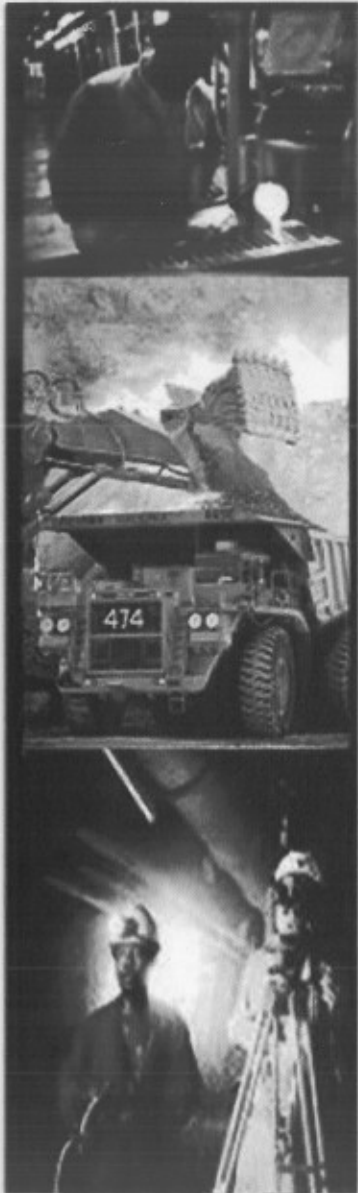
MINING RIGHTS HELD BY DE BEERS CONSOLIDATED MINES LIMITED

FILE	AREA	COMMODITY	STATUS	EXPIRY DATE
509 MR	DIKGAT 195	DIAMONDS	ISSUED ON 10/9/2008	9/9/2013
514 MR	SEA AREAS 2©3©4©5©	DIAMONDS	ISSUED ON 11/11/2008	10/11/2039
520 MR	VARIOUS FARMS	DIAMONDS	ISSUED 13 August 2010	12 August 2023
521 MR	VARIOUS FARMS	DIAMONDS	ISSUED 13 August 2010	12 August 2023
522 MR	VARIOUS FARMS	DIAMONDS	ISSUED 13 August 2010	12 August 2024
523 MR	VARIOUS FARMS	DIAMONDS	ISSUED 13 August 2010	N/A
524 MR	VARIOUS FARMS	DIAMONDS	ISSUED 13 August 2010	12 August 2017
525 MR	VARIOUS FARMS	DIAMONDS	GRANTED 15/07/2009	12 August 2024



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DE BEERS CONSOLIDATED MINES (PTY) LTD SEA OPERATIONS

- Production suspended temporarily due to economic conditions
- Some sea areas have been relinquished
- Closure to be finalized
- Mining platform (boat) busy with trial mining in Namibia
- One prospecting right for gold was granted and issued in respect of sea concessions
- Investigating mining of gold and diamonds from the same vessel to reduce cost



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DE BEERS CONSOLIDATED MINES (PTY) LTD LAND OPERATIONS

- Production suspended temporarily due to economic conditions
- 93 employees involved in rehabilitation operations
- 100 employees took voluntary packages
- Rest of employees taking positions in economic development projects
- Future potential for small scale mining
- Implementation of Social and Labour Plan still on track
- Empowerment Partner is Ponahalo Investments (Pty)Ltd
- Applied for prospecting right to prospect for gold – still in process



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DE BEERS CONSOLIDATED MINES (PTY) LTD – S & LP

<p>De Beers Consolidated Mines Ltd (Namaqualand –Land based operations) (509, 520 -525 M R) (Mining right issued in August 2010)</p>	<p>(a) NababEEP electricity upgrade (b) Komaggas low water bridges (c) Komaggas sanitation project (d) Steinkopf sanitation project (e) Buffelsrivier and Komaggas water supply (f) Olive plantation (g) Rehabilitation and restoration project</p>	<p>Company and municipality considering revision of projects to include income generating projects.</p>	<p>2009-2013</p>
<p>De Beers Consolidated Mines Ltd (Sea concessions) (514 MR) (Mining right issued in November 2010)</p>	<p>(a) Mariculture development (b) Port Nolloth waste disposal facility upgrade (c) Borehole water purification (d) Sizamele sewerage and sanitation</p>	<p>R 2 250 000 R 1 000 000 R 3 500 000 R 600 000</p>	<p>2009-2013 2010 2009-2013 2009 (Done)</p>



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MINING RIGHTS HELD BY TRANS HEX OPERATIONS (PTY) LIMITED

FILE	AREA	COMMODITY	STATUS	EXPIRY DATE
519 MR	SEA AREA 2(b)	DIAMONDS	ISSUED ON 27/8/2009	26/8/2029
531 MR	RICHTERSVELD 11	DIAMONDS	ISSUED ON 27/8/2009	26/8/2029
539 MR	BRAZIL 329 & SURF ZONE	DIAMONDS	ISSUED ON 1/9/2009	31/8/2019
540 MR	SEA AREA 5 (b)	DIAMONDS	ISSUED ON 1/9/2009	31/8/2019
541 MR	SEA AREA 5(a)	DIAMONDS	ISSUED ON 1/9/2009	31/8/2019
542 MR	SEA AREA 3 (b)	DIAMONDS	ISSUED ON 1/9/2009	31/8/2019
543 MR	SEA AREA 7(a)	DIAMONDS	ISSUED ON 27/8/2009	26/8/2019
544 MR	SEA AREA 6 (a)	DIAMONDS	ISSUED ON 27/8/2009	26/8/2019



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TRANS HEX OPERATIONS (PTY) LTD SEA AND LAND OPERATIONS

- Production suspended temporarily on some sea concessions due to economic conditions
- Production only taking place at Baken , Bloeddrift and Reuning(Richtersveld)
- The Empowerment Partner is Mvelaphanda Resources Ltd
- Approximately 40 subcontractors to be appointed in sea concession areas at Hondeklip Bay



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TRANS HEX OPERATIONS (PTY) LTD – SL & P

<p>Trans Hex Operations (Pty) Ltd (Land and sea concessions) (519, 531, 539 -544 MR)</p> <p>(Mining rights issued during Aug-Sept. 2009)</p>	<ul style="list-style-type: none"> (a) Sanddrift and Kuboes water supply (b) Maintenance of road from Alexander Bay to Sanddrift, Kuboes and Sendlingsdrift. (c) Waste management infrastructure (d) Public transport road system (e) Upgrading of Sanddrift primary school (f) Refurbishment of electricity network (g) Renovation and expansion of the multi-purpose center. (h) Upgrading of public Caravan park (i) New venture creation training (j) Construction company (k) Upgrade a craft project to become an enterprise (l) Establishment of Kookskerm for tourists (m) B&B enterprise (n) Establish mine rehabilitation company (o) Upgrade ECD centre (p) Community resource centre (q) Develop commercial farm (r) Develop tourism center 	<ul style="list-style-type: none"> R 4.4 mil R 8.8 mil R 1 mil R 2.9 mil R 845 000 R 600 000 R 1 650 000 R 100 000 R 50 000per year for training R 50 000 start-up R 100 000 R 100 000 R 100 000 R 100 000 R 255 000 R 204 000 R 5 400 000 R 1 400 000 	<p>2010-2014</p>
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MINING RIGHTS HELD BY ALEXKOR LIMITED

FILE	AREA	COMMODITY	STATUS	EXPIRY DATE
512 MR	SEA AREA 4 (a)	DIAMONDS	ISSUED ON 2/7/2010	1/7/2020
513 MR	SEA AREA 4 (b)	DIAMONDS	ISSUED ON 2/7/2010	1/7/2020
550 MR	VARIOUS FARMS	DIAMONDS	ISSUED ON 2/7/2010	1/7/2035
554 MR	SEA AREAS 1(a)1(b)2(a)3(a) AND SURF ZONE	DIAMONDS	ISSUED ON 2/7/2010	1/7/2030



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ALEXKOR LTD

- Production only taking place through contractors on land and sea concessions
- Mining right on land to be transferred to the Richtersveld Mining Company (Pty) Ltd. Sect. 11 permission already granted (**when ?**).
- Alexkor Ltd and Richtersveld Mining Company (Pty) Ltd to form a PSJV
- PSJV will work land and sea concessions.



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ALEXKOR LTD – SL & P

<p>Alexkor Ltd (512, 513, 550 & 525 MR) (Mining rights issued in July 2010)</p>	<p>(a) Alexander Bay:</p> <ul style="list-style-type: none"> • Sanitation and waste water upgrade • Road upgrade • Storm water upgrade • Electricity upgrade • Solid waste management • Road resurfacing • Water and reticulation <p>(a) Tannery and leather enterprise</p> <p>(b) Fuel station</p> <p>(c) Agriculture cooperatives</p> <p>(d) Alcohol, drugs and HIV/AIDS centre</p> <p>(e) Emergency services</p>	<p>R 37.19 million</p> <p>R 12.3 million</p> <p>R 10.54 million</p> <p>R 16.98 million</p> <p>R 2.9 million</p> <p>R 3.9 million</p> <p>R 19.33 million</p> <p>R 600 000</p> <p>R 600 000</p> <p>R 2 520 000</p> <p>R 865 000</p> <p>R 365 000</p>	<p>2010-2014</p>
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MINING RIGHTS HELD BY BLACK MOUNTAIN MINING (PTY) LIMITED

FILE	AREA	COMMODITY	STATUS	EXPIRY DATE
517 MR	AGGENEYS 56, ZUURWATER62, KOERIS 54 (A)	LEAD, COPPER,ZINC AND ASSOCIATED MINERALS	ISSUED ON 19/8/2008	18/8/2038
518 MR	AROAMS 57, GAMS 60, BLOEMHOEK 61	LEAD AND ZINC	ISSUED ON 19/8/2008	18/8/2038



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BLACK MOUNTAIN MINING (PTY) LTD

- Production has been reduced due to economic conditions
- Application in terms of Section 11 of the MPRDA for the cession of 74 % of Anglo Operations Ltd,s shares to Vendeta (Indian company)
- Empowerment Partner is Exxaro Resources Ltd



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BLACK MOUNTAIN MINING (PTY) LIMITED – S & LP

<p>Black Mountain Mining (Pty) Ltd (517 & 518 MR)</p> <p>Issued in August 2010</p>	<p>(a) Manufacturing of bricks</p> <ul style="list-style-type: none"> • This entails purchasing of a brick-making machine and training of unemployed people from the area to manufacture bricks <p>(b) Education and social Trust</p> <p>(c) Seed funding to local entrepreneurs in order to establish SMME's</p> <p>(d) Recreation infrastructure</p> <ul style="list-style-type: none"> • Erection of 10 fully equipped activity play parks for the areas: Onseepkans, Witbank, Pella and Pofadder. 	<p>R 6 400 000</p> <p>R 6 500 000</p> <p>R 2 400 000</p> <p>R 1 200 000</p>	<p>Machine has been bought and a site has been identified, The next step is the identification of beneficiaries for training which is in process.</p> <p>Trust not established yet because the municipality was non-functional from September 2008 till late 2009.</p> <p>5 of the play parks have been built.</p>
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WORKSHOPS ON MPRDA (15-16 SEPT 2010)

- 3 workshops were held in Port Nolloth, Sanddrift and Hondeklip Bay
- Port Nolloth- 8 people attended
- Sanddrift – 48 people attended
- Hondeklip Bay- 1 person attended

- (Municipal managers were notified of dates of workshops per faxes)



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OUTCOME OF WORKSHOPS

- Port Nolloth- most questions related to small scale mining and financing of small scale miners
- Sanddrift- questions related to issues of Trans Hex i.e. making land available for small scale miners
- Issues regarding the CPA in the Richtersveld and Alexkor
- Hondeklip Bay, the person attending the workshop was mainly interested in mine health and safety issues.



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GRANITE OPERATIONS

- Mining Rights have been issued to
- Marlin Granite (Pty) Ltd
- Verde Bitterfontein (Pty) Ltd



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COMPLIANCE AUDIT INSPECTIONS

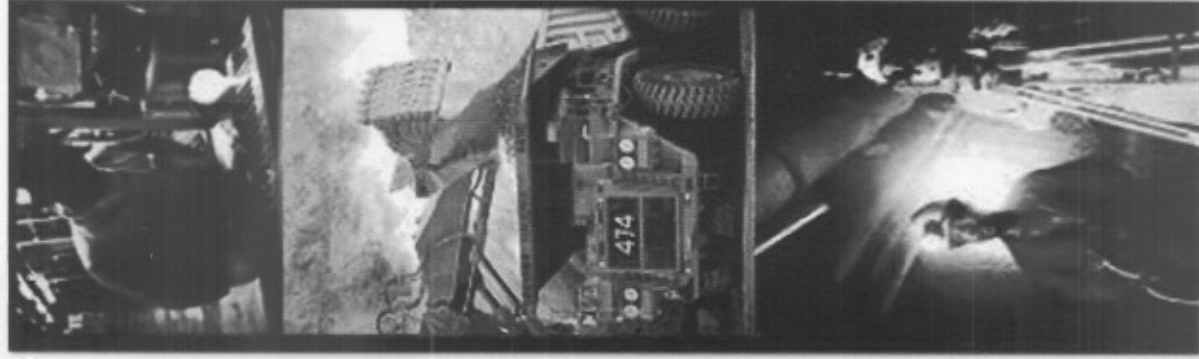
- Compliance inspections on prospecting rights and mining rights to be completed before 28 February 2011



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DBCM: Update – Namaqualand Mines and SASA



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CURRENT REDUCTION IN OPERATIONAL ACTIVITIES OF DE BEERS CONSOLIDATED MINES LTD

The following drastic actions by DBCM in the region;

- NM reduced mining activities significantly in Jan 2009, and in March 2010 the mine temporarily suspended production completely mining operations at Kleinsee and Kooingnaas.
 - Legacy rehabilitation has continued on 3 shifts during this period at a total cost of R82 million over the past 2 years
- SASA temporarily ceased operating in South African waters in Q1 2010
 - The vessel "Peace in Africa" is currently on loan to Namdeb and is mining in Namibian waters



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NM REHABILITATION DE BEERS CONSOLIDATED MINES LTD

Significant work has been carried out on revising the NM closure cost model based on conditions unique to alluvial diamond mining on the West Coast ;

Conducting earthmoving and ecological restoration to reduce the rehabilitation footprint (some legacy rehabilitation actively & intensively completed over the past 4-5 years)

- Focus is to ensure no additional environmental degradation occurs
 - Redundant plant infrastructure being dismantled / demolished
 - Implementing different land-use alternatives to rehabilitation to create longer term socio-economic activity, e.g. mariculture, wind farms, hazardous waste sites etc.
- Natural restoration has occurred in many areas
NM in the process of amending their EMP

- Revised premature closure costs now estimated at R178 million
- Financial Guarantees currently in place for R170 million
 - Bank R117 million
 - Insurance R53 million



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NM SALE PROCESS DE BEERS CONSOLIDATED MINES LTD

DBCM is currently in the process of disposing of its mining interests in Namaqualand Mines

A number of expressions of interest were received from both local and international bidders

A large proportion of these were converted into non-binding offers

Offers were reviewed based on their empowerment credentials, technical expertise and funding

Due diligence is now in progress and binding offers are expected by late November 2010

Aim is to complete a successful transaction before the end of 2011

NB: Whilst the NM sale process is being progressed the current activity levels focused at reducing the legacy rehabilitation will continue as will the alternative economic sustainability initiatives



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NM SLP PROGRESS: COMMUNITY DEVELOPMENT & POVERTY ERADICATION PROGRAMMES

Project	Total SLP
Livestock Farmers/ Gardens - complete	600 000
Early Childhood Development - complete	630 000
Multipurpose Centre - complete	1 250 000
Community Upliftment Programmes - ongoing	1 000 000
HIV & Aids - complete	145 000
Rural Educational Assistance Programme - ongoing	1 200 000
Mathematics and Science Schools Programme - ongoing	340 000



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NM SLP ROGRESS: LOCAL AREA COMMITTEE: GRANTS APPROVED

Huis EJ Appies, Steinkopf - Grant for alterations	R21 000
Sacred Heart RC Intermediary - assistance with transport for educational tour,	R15 000
High School Steinkopf: Donation of pocket calculators	R6 000
Hondeklip Economic and Social Development Association - Assistance with community bakery	R12 900
Namakwa FM – contribution to purchase of sender	R25 000
Disabled People Namaqualand – grant towards cost of members attending SAITEX	R15 000
Tennis Namakwaland – Contribution towards Junior Tennis Tournament Against Crime	R25 000
CANSA Namaqualand – grant towards Relay for Life	R25 000
LoveLife Namaqua Region –contribution to cover transport of Municipal Games	R15 000
Komaggas Dienssentrum vir Bejaardes – Cash grant (R6 000) and donation of furniture	R6 000
Hondeklip Empowerment and Livelihood Projects – Donation of office equipment and furniture	
Missionaries with a Purpose (Nababeep) - Donation of office equipment and furniture	
Karusab Development and Land Association (Komaggas) – Fencing of important biodiversity area	R25 000
Bulletrap Dienssentrum vir Bejaardes – Donation of equipment and furniture	
Marais Gedenk Primary, Hondeklip Bay – financial assistance with sports day	R5 000
Komaggas Soup Kitchen – Cash grant (R6 000) and donation of furniture and equipment	R6 000
Kharkams High School – contribution towards cost of Spring School for matriculants	R10 000
Rots van Sterkte Association for the Disabled – contribution towards function	R5 000
Namaqua Festival – Grant to enable SMMEs and CBOs to participate in the event	R25 000
TOTAL CASH DISBURSED:	R241 900



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NM SLP REVISION/AMENDMENT

- **The Labour Sending Areas of NM include the Kamiesberg and Nama Koi Municipal Areas**
- **Amended Infrastructure Development Projects**
 - Projects deemed the responsibility of MIG's to be replaced by donation of EMV (Considered an immediate need of both municipalities)
Equipment equal in value to the ID Projects in the NM SLP (R5Million) donated in June 2010
 - Capacity building assistance to the Kamiesberg Municipality (Financial Accountant, LED Manager, Electrician)
- **Poverty Eradication Projects**
 - DBCM equity stake in Marine Aquaculture initiative to be transferred to local communities (R4Million)
 - Correctional Services Training Facility feasibility study. (R2.5Million)
- **CSI Projects**
 - Kleinzee Primary School (R1.7Million)
 - LAC (R200K / year)



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SASA SLP

DE BEERS CONSOLIDATED MINES LTD



- R1,9 million will be spent in 2010 on projects in the Port Nolloth area.

- Donation of earthmoving equipment to the Richtersveld Municipality has recently taken place

- An additional R2 million will be spent in 2011 on projects identified in conjunction with the Richtersveld Municipality and local communities



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