



mineral resources

Department:
Mineral Resources
REPUBLIC OF SOUTH AFRICA

NAME OF APPLICANT: Komani Quarry (Pty) Ltd

REFERENCE NUMBER: To be received

FINANCIAL AND TECHNICAL COMPETENCE REPORT

SUBMITTED FOR A MINING PERMIT APPLICATION

**AS REQUIRED IN TERMS OF ITEM B OF FORM F, ANNEXURE I OF
THE REGULATIONS FOR THE MINERAL AND PETROLEUM
RESOURCES DEVELOPMENT ACT (ACT 28 of 2002), AND IN
ACCORDANCE WITH THE STANDARD DIRECTIVE FOR THE
COMPILATION THEREOF AS PUBLISHED ON THE OFFICIAL
WEBSITE OF THE DEPARTMENT OF MINERAL RESOURCES.**

STANDARD DIRECTIVE

All applicants for mining permits are herewith, in terms of the provisions of Section 29 (a) of the Mineral and Petroleum Resources Development Act, directed to submit a report strictly in accordance with the following format, and as informed by the guideline posted on the Departments Official Website, together with an application for a mining permit.

1. TECHNICAL COMPETENCE

1.1 Complete the table below regarding the technical competence forecast.

TABLE 1

TECHNICAL COMPETENCE COST FORECAST											
SKILLS CATEGORY			STATE THE ESTIMATED QUARTERLY EXPENDITURE ON EACH EMPLOYMENT CATEGORY, SUBCONTRACTOR, OR SERVICE PROVIDER AS SHOWN BELOW								
List all the job categories that will be employed on the mine, from the mine manager to the unskilled labourers, including those of subcontractors and service providers.	State the qualifications required for each job category	State Part time or Full time	Qtr1 (R'000)	Qtr2 (R'000)	Qtr3 (R'000)	Qtr4 (R'000)	Qtr5 (R'000)	Qtr6 (R'000)	Qtr7 (R'000)	Qtr8 (R'000)	TOTAL FOR TWO YEARS
Management	Professionally Qualified	Full time	165	165	165	165	178	178	178	178	1 372
Administration	Skilled	Full time	150	150	150	150	162	162	162	162	1 248
Supervisors	Semi-skilled	Full time	255	255	255	255	275	275	275	275	2 120
Operators	Skilled	Full time	360	360	360	360	389	389	389	389	2 996
Cleaners	Unskilled	Full time	65	65	65	65	70	70	70	70	540
Labourers	Unskilled	Full time	72	72	72	72	78	78	78	78	600
TOTAL ESTIMATED EXPENDITURE			1 067	1 067	1 067	1 067	1 152	1 152	1 152	1 152	8 876

NOTE ! If any person (including the applicant) provides services in any job or skills category at a reduced rate or free of charge, then such person's Curriculum Vitae (CV) must be attached as documentary proof of the technical ability available to the applicant.

2. ABILITY TO MANAGE AND REHABILITATE RELEVANT ENVIRONMENTAL IMPACTS

TABLE 2 Environmental cost estimate.

ACTIVITY Mark with X which activities are applicable		POTENTIAL IMPACT	MITIGATION MEASURE	STATE QUARTERLY COST OF MITIGATION MEASURES IN THE AVAILABLE SPACE BELOW, IN RANDS	STATE THE ESTIMATED REHABILITATION COST RELATED TO THE ACTIVITY IN THE AVAILABLE SPACE BELOW, IN RANDS
Excavating	X	Surface disturbance	Rehabilitation		1 000 000
		Dust	Dust control measures	6 000	
		Noise	Noise control measures	N/A	
		Contaminated Drainage	Storm water system	3 000	
Blasting	X	Fly Rock	Access control measures	N/A	
Stockpiles		Surface disturbance	Rehabilitation		950 000
		Dust	Dust Control Measures	12 000	
		Contaminated Drainage	Storm water system	6 000	
Discard dumps or dams		Surface Disturbance	Rehabilitation		200 000
		Dust	Dust control Measures	N/A	
		Contaminated Drainage	Storm water system	N/A	
Loading, hauling and transport	X	Noise	Noise control measures	N/A	
		Dust	Dust control Measures	12 000	
Water supply dams and boreholes.		Surface disturbance	Rehabilitation		N/A
Accommodation, offices, ablution, stores, workshops etc.		Surface disturbance	Rehabilitation		300 000
Processing Plant		Noise	Noise control measures	3 000	
		Dust	Dust control Measures	3 000	
		Contaminated Drainage	Storm water system	3 000	
		Surface disturbance	Rehabilitation		560 000
TOTAL				48 000	3 010 000

3. FINANCIAL COMPETENCE

TABLE 3.1 : Financial implications of the project

CASH FLOW FORECAST									
(Complete the quarterly information and totals as specified by the "ITEM" column below)									
ITEM	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Quarter 5	Quarter 6	Quarter 7	Quarter 8	TOTAL
PRODUCTION The mass or volume of the product to be produced in each quarter, either in tons, m ³ , grams, carats, etc., whichever is applicable.	60 000	60 000	60 000	60 000	60 000	60 000	60 000	60 000	480 000
ITEM	Quarter 1 R'000	Quarter 2 R'000	Quarter 3 R'000	Quarter 4 R'000	Quarter 5 R'000	Quarter 6 R'000	Quarter 7 R'000	Quarter 8 R'000	TOTAL R'000
PRICE The expected price that will be received for the abovementioned product	150	150	150	150	162	162	162	162	-
REVENUE The mass or volume of production multiplied by the price	9 000	9 000	9 000	9 000	9 720	9 720	9 720	9 720	74 880
OPERATING COST Estimated quarterly operating cost (as shown in table 4.2 herein) of stores, materials, electricity, water, fuel and other (Excluding labour and environmental cost)	5 615	5 615	5 615	5 615	6 177	6 177	6 177	6 177	47 166
TECHNICAL COMPETENCE COST TO BE PROVIDED FOR Estimated quarterly cost shown in table 1 above, i.e. salaries, wages, labour, service providers, subcontractors, etc.	1 067	1 067	1 067	1 067	1 152	1 152	1 152	1 152	8 876
ENVIRONMENTAL COST Estimated quarterly cost shown in table 2 above and divide the total rehabilitation cost among the quarters. The total of the environmental cost must equal all the quarterly environmental costs and the total rehabilitation cost combined.	424	424	424	424	424	424	424	424	3 392
CAPITAL AND OTHER The cost (as shown in table 4.1 herein) of land, machinery, the plant, buildings and infrastructure and any other costs.	821	821	821	821	821	821	821	821	6 568
WORKING PROFIT / LOSS The revenue minus all the costs listed above	1 073	1 073	1 073	1 073	1 146	1 146	1 146	1 146	8 876

NOTE! If the total is a working loss, then it means that the applicant cannot provide for the technical ability or mine the mineral optimally in a period of two years.

TABLE 3.2– FINANCING THE PROJECT

CATEGORY	AMOUNT	SUPPORTING INFORMATION
State the amount required to fund the project	R 300 000	
State the amount the applicant has available to fund the project	R 300 000	<p>Attach documentary proof that the amount is available in the form of a bank statement.</p> <p>Raumix Aggregates (Pty) Ltd will be responsible for the financial and technical aspects of the proposed mining project (see attached agreement).</p> <p>Raumix Aggregates (Pty) Ltd is part of the Raubex Group Limited, a company listed on the JSE. Company policy does not allow Raumix Aggregates (Pty) Ltd to disclose its stand-alone financial statements or annual statements of account. For any further financial information or queries please visit the Raubex Group Limited website on www.raubex.co.za. All relevant information is available on the website.</p>
State the outstanding amount required to fund the project	N/A	

CATEGORY	DESCRIPTION	SUPPORTING INFORMATION
State how the outstanding amount will be financed, e.g. Loan, investor, etc.	N/A	Attach documentary proof of any financing agreement, or other relevant evidence

NOTE ! If the applicant does not have sufficient financial resources readily available (or cannot provide) for the working losses, and for the operating, technical competence and working cost of the first quarter stated in the cash flow forecast above, it cannot be concluded that the applicant has or can provide for the necessary financial resources to carry out the mining activities and to mitigate and rehabilitate relevant environmental impacts.

4. SUPPORTING INFORMATION

TABLE 4.1- CAPITAL COST ESTIMATE: Complete the information required in the table below

COST CATEGORY		QUARTERLY RENTAL WHERE APPLICABLE R'000	OUTRIGHT PURCHASE AMOUNT
Land		0	N/A
Buildings and infrastructure		21	N/A
Processing plant		320	N/A
Machinery		480	N/A
Other (specify)		0	N/A
TOTAL (to be reflected in the cash flow forecast in table 3.1 above)		821	N/A

TABLE 4.2- OPERATING COSTS: Complete the information below:-

COST CATEGORY		Quarterly cost R'000
Fuel		840
Electricity		540
Water		90
Stores and materials		4 050
Other (specify)	Maintenance and Services	95
TOTAL QUARTERLY COST (must be reflected in the cash flow forecast in table 3.1 above)		5 615

TABLE 4.3– BACKGROUND TO OPERATING COSTS: Complete the information below:

CATEGORY	REQUIREMENT	COMPLETE THIS COLUMN
MINERAL	State the mineral to be mined	Dolerite
FUEL	State volume or tonnage of earth to be excavated per quarter	60 000 ton/quarter
	State number of excavators to be used	3
	State number of loaders to be used	2
	State number of trucks to be used	4
ELECTRICITY	State volume or tonnage of material to be processed in the plant	60 000 ton/quarter
	List plant or equipment that requires electricity	Not applicable as no equipment that requires electricity will be established in the mining area.
WATER	State volume of water to be used	3 500 m ³ /quarter
	Where will the water be obtained?	Water will be obtained from the dolerite pit directly adjacent to the mining permit area.
OTHER	Describe other operating costs to be incurred, if applicable	None

5. IDENTIFICATION OF THE REPORT

<p>Herewith I, the person whose name and identity number is stated below, confirm that I am the person authorised to act as representative of the applicant in terms of the resolution submitted with the application, and confirm that the above report and appendices comprise the details and documentary proof of the Financial and Technical ability required to be submitted with this application in terms of form F, annexure I of the MPRDA Regulations.</p>	
Full Names and Surname	Christine Fouche
Identity Number	8102260030081

.....END.....