



mineral resources

Department:
Mineral Resources
REPUBLIC OF SOUTH AFRICA

NAME OF APPLICANT: Raubex KZN (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.

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		2 000 000
		Dust	Dust control measures	90 000	
		Noise	Noise control measures	N/A	
		Contaminated Drainage	Storm water system	12 000	
Blasting	X	Fly Rock	Access control measures	N/A	
Stockpiles	X	Surface disturbance	Rehabilitation		300 000
		Dust	Dust Control Measures	90 000	
		Contaminated Drainage	Storm water system	12 000	
Discard dumps or dams	-	Surface Disturbance	Rehabilitation		N/A
		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	40 000	
Water supply dams and boreholes.	-	Surface disturbance	Rehabilitation		N/A
Accommodation, offices, ablution, stores, workshops etc.	X	Surface disturbance	Rehabilitation		30 000
Processing Plant	X	Noise	Noise control measures	N/A	
		Dust	Dust control Measures	30 000	
		Contaminated Drainage	Storm water system	N/A	
		Surface disturbance	Rehabilitation		45 000
			TOTAL	274 000	2 375 000

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.	90 000	90 000	90 000	90 000	90 000	90 000	90 000	90 000	90 000	720 000
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	90	90	90	90	95	95	95	95	-	
REVENUE The mass or volume of production multiplied by the price	8 100	8 100	8 100	8 100	8 550	8 550	8 550	8 550	66 600	
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)	1 230	1 230	1 230	1 230	1 300	1 300	1 300	1 300	10 120	
TECHNICAL COMPETENCE COST TO BE PROVIDED FOR Estimated quarterly cost shown in table 1 above, i.e. salaries, wages, labour, service providers, subcontractors, etc.	758	758	758	758	826	826	826	826	6 336	
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.	571	571	571	571	571	571	571	571	4 568	
CAPITAL AND OTHER The cost (as shown in table 4.1 herein) of land, machinery, the plant, buildings and infrastructure and any other costs.	1 300	1 300	1 300	1 300	1 300	1 300	1 300	1 300	10 400	
WORKING PROFIT / LOSS The revenue minus all the costs listed above	4 241	4 241	4 241	4 241	4 553	4 553	4 553	4 553	35 176	

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 500 000	
State the amount the applicant has available to fund the project	R 500 000	<p>Attach documentary proof that the amount is available in the form of a bank statement.</p> <p>Raubex KZN (Pty) Ltd will be responsible for the financial and technical aspects of the proposed mining project.</p> <p>Raubex KZN (Pty) Ltd is part of the Raubex Group Limited, a company listed on the JSE. Company policy does not allow Raubex KZN (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		60	N/A
Buildings and infrastructure		50	N/A
Processing plant		570	N/A
Machinery		620	N/A
Other (specify)		0	N/A
TOTAL (to be reflected in the cash flow forecast in table 3.1 above)		1 300	N/A

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

COST CATEGORY		Quarterly cost R'000
Fuel		1 000
Electricity		0
Water		120
Stores and materials		60
Other (specify)	Maintenance and Services	50
TOTAL QUARTERLY COST (must be reflected in the cash flow forecast in table 3.1 above)		1 230

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	90 000 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	90 000 ton/quarter
	List plant or equipment that requires electricity	Not applicable as generators will be used to power the equipment in need of electricity.
WATER	State volume of water to be used	±20 000 l/day
	Where will the water be obtained?	Water will be bought from the landowner/commercial source and transported to site.
OTHER	Describe other operating costs to be incurred, if applicable	None

5. IDENTIFICATION OF THE REPORT

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.

Full Names and Surname	Ms C Fouche
Identity Number	810226 003 008 1

.....END.....