

Appendix A: Closure Costs

Closure costs for 4 boreholes, of which 1 is located in natural vegetation, 2 in active agricultural cropping areas and 1 in fallow agricultural fields.

Item	Description	Quantity	Unit	Rate	Total
1	Sealing of boreholes (all boreholes)	4	item	1300	R5 200.00
2	Demolish and remove concrete drilling platforms (all drill sites)	4	item	1700	R6 800.00
3	Removal of portable ablution facilities and waste (all drill sites)	4	item	800	R3 200.00
4	Demolish and backfill sumps (all drill sites)	4	item	940	R3 760.00
5	Rip compacted areas, replace topsoil and level for agricultural cropping (three drill sites in cropping areas)	0.3	hectares	9900	R2 970.00
6	General surface rehabilitation (part of one drill site in natural vegetation)	0.05	hectares	111000	R5 550.00
7	Access tracks rehabilitation (part of new access track in natural vegetation)	0.05	hectares	111000	R5 550.00
8	2 to 3 years of maintenance & aftercare of all areas	0.4	hectares	15700	R6 280.00
9	Total				R39 310.00
10	Preliminary and General (12 % of Item 9)		12%		R4 717.20
11	Contingencies (10 % of Item 9)		10%		R3 931.00
12	Total				R47 958.20
13	VAT (15 % of Item 12)		15%		R7 193.73
14	Grand Total				R55 151.93

The financial provision for the proposed prospecting operations was determined in accordance with the new NEMA Regulations (1147 of 2015) rates pertaining to the financial provision for prospecting operations. In this regard, rates have been taken from "Guideline Document for the Evaluation of the Quantum of Closure-Related Financial Provision Provided by a Mine" as published by the Department of Minerals and Energy (DME), dated January 2005. The rates have been inflated to account for escalation since January 2005.