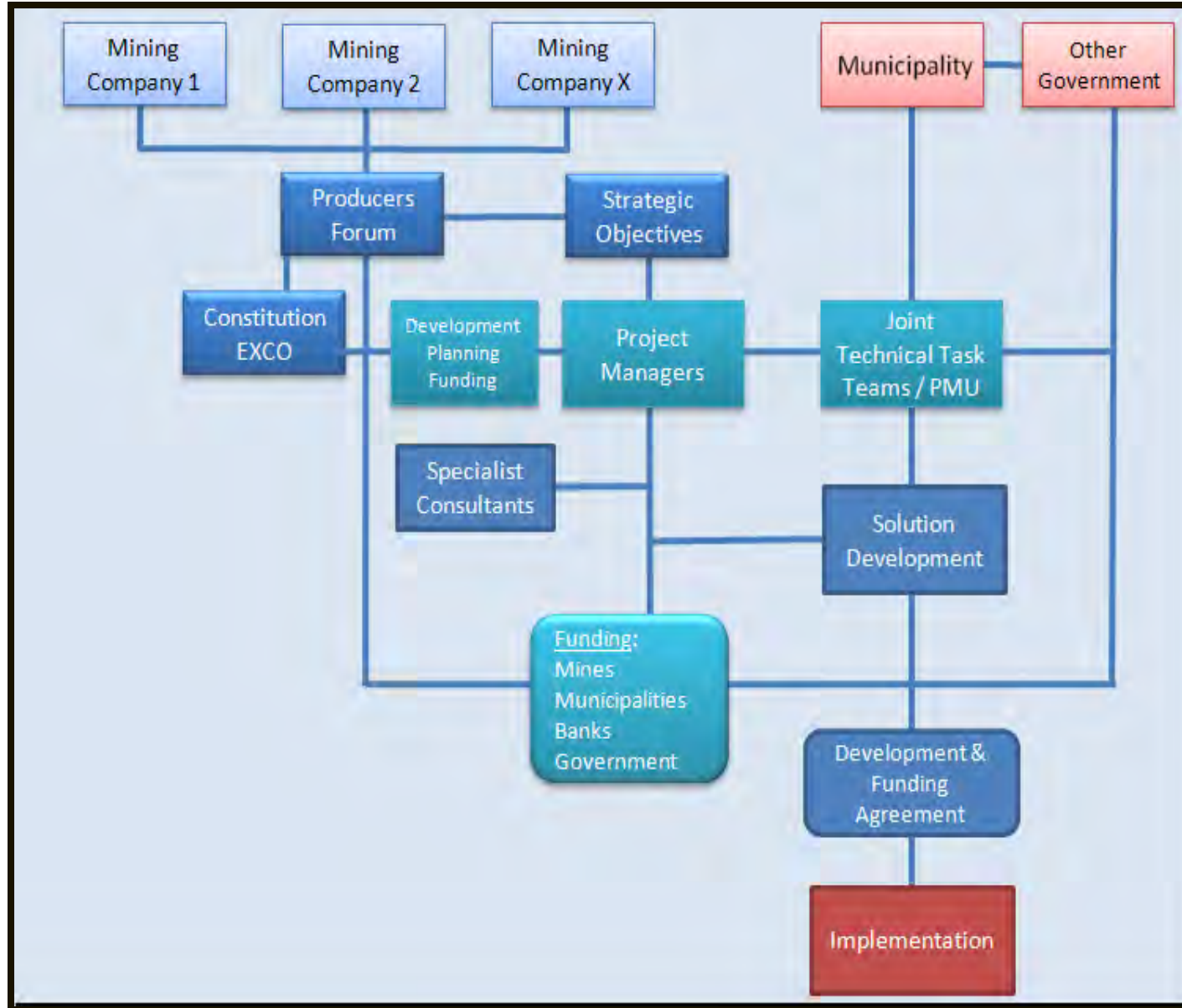


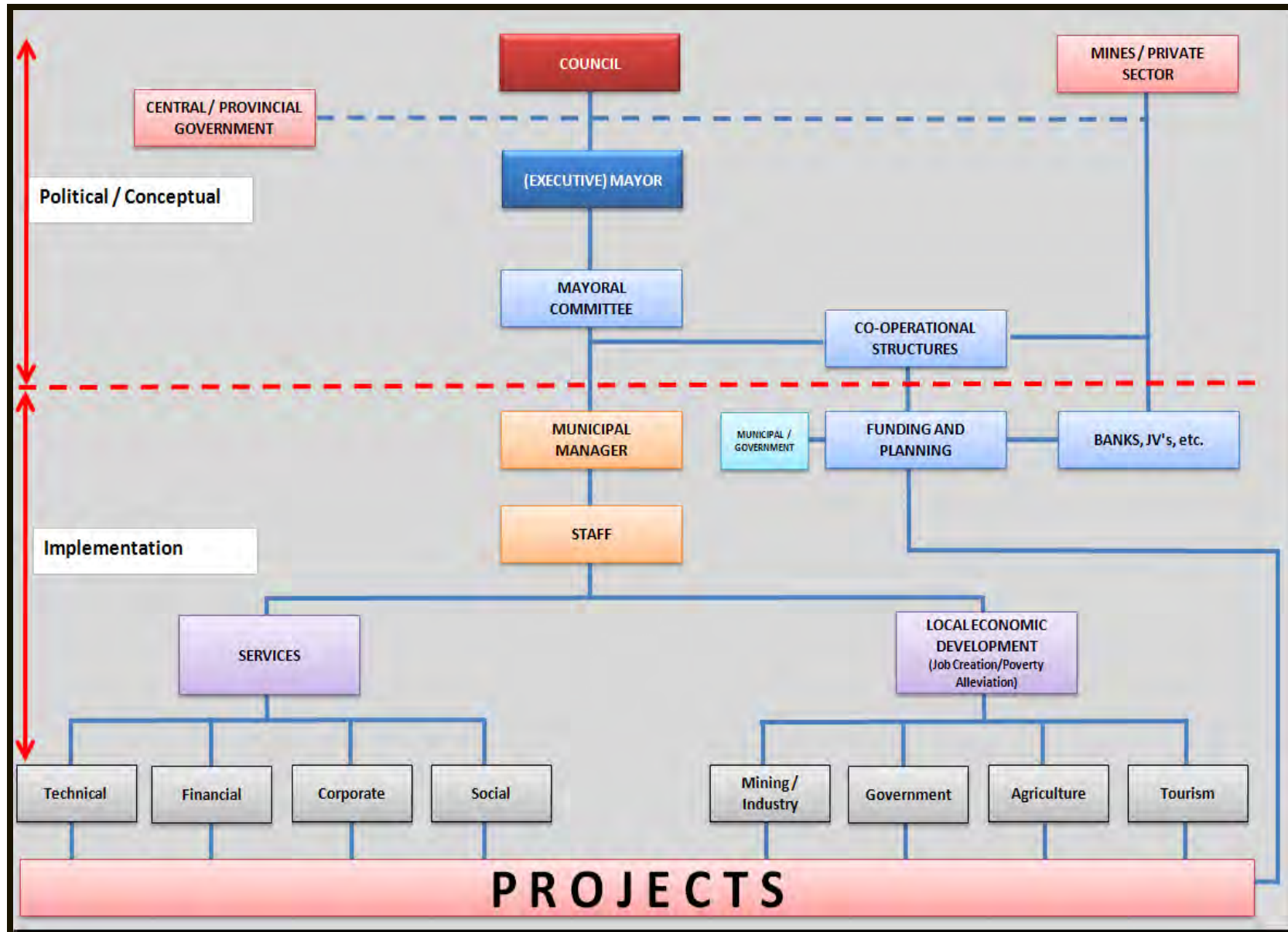
INTERGRATED RESOURCES DEVELOPMENT MODELS

- A Integrated Mining Development Partnership with Local, Provincial and National Government, as well as Producers, Labour, Rural Communities, Business and various other stake holders.
- Objective is to create a sustainable mining economy in the rural areas where mining production takes place in a model that will sustain and develop the mining areas , rather than creating Ghost Towns.
- The example of an integrated resource development model has been implemented in the Eastern Limb of the Bushveld Igneous Complex since 2002. This section provides an updated progress report, highlights some of the challenges faced by the stakeholders operating within the socio-economic development domain in the region, and demonstrates that this model represents a viable option for government in the future.
- The integrated resource management development model is dynamic and adjusts to changes resulting from government policy decisions taken at national, provincial and local levels. A three-tier approach has been adopted to ensure integrated development planning and implementation to occur between national and provincial government, mining producers, rural communities, labour and other stakeholders, eg
 - Liaison by mining houses collaboratively with national government
 - Liaison by mining houses collaboratively with provincial government
 - Liaison by mining houses collaboratively with relevant district & local municipalities.
 - Liaison by mining houses collaboratively with rural communities
 - Liaison by mining houses collaboratively with organised labour
 - Liaison by mining houses collaboratively with organised business
 - Liaison by mining houses collaboratively with other stakeholders, eg SMMEs, Co-opratives, etc.

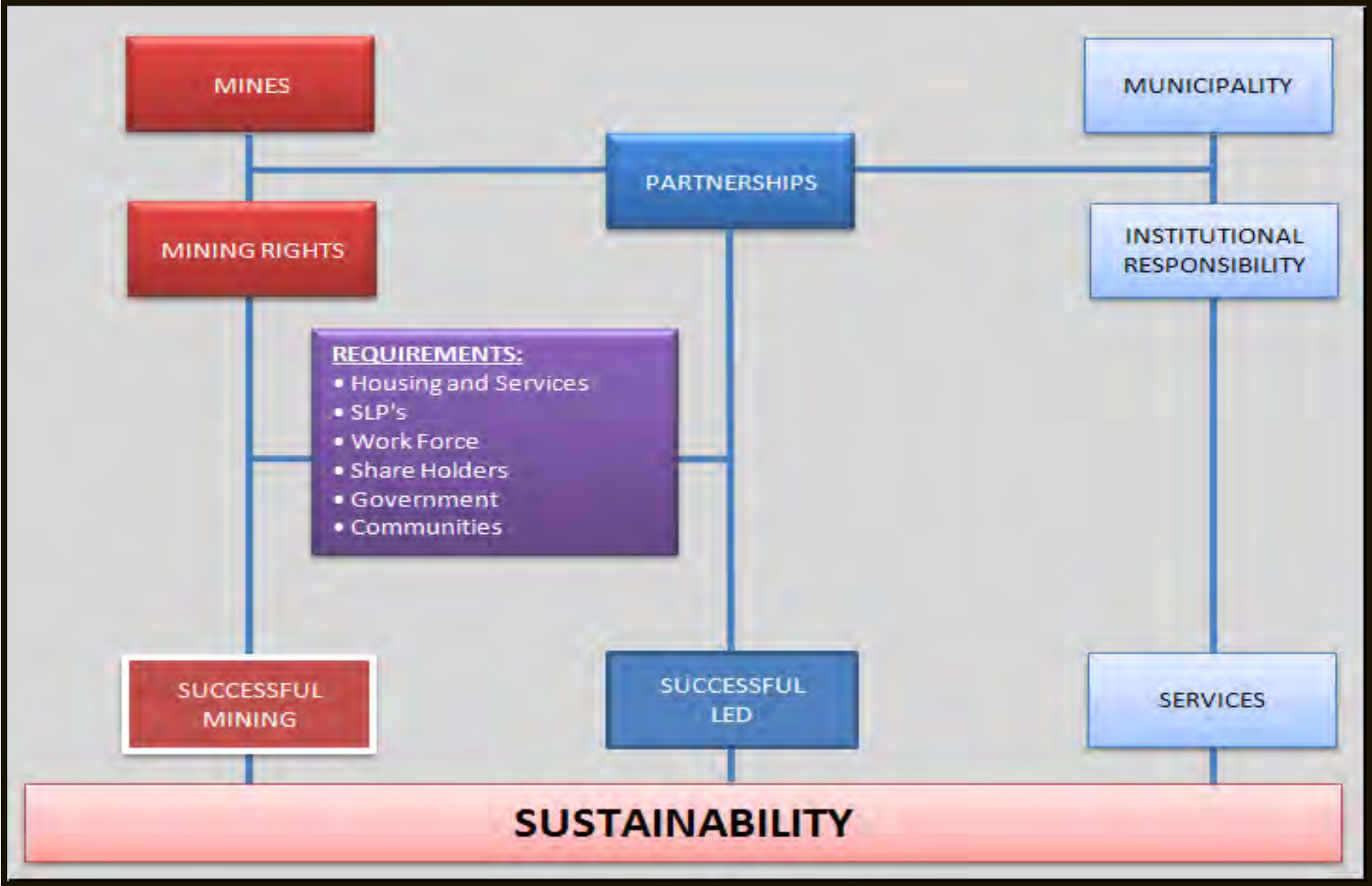
The Integrated Solution Model



Municipalities in Context



The Mining Industry in Context



Mining Companies involved in Rural Upliftment Partnership Models through Producers Forums:

- **Akanani Mining (Pty) Limited**
- **Anglo Operations Limited**
- **Anglo Platinum**
- **ARM Platinum (Pty) Limited**
- **ASA Metals (Pty) Limited**
- **Assmang Limited (Dwarsrivier Mine)**
- **Barplats Mines Limited (Rhodium Reefs)**
- **Boynton Investments (Pty) Limited**
- **Chromex Mining (Pty) Limited**
- **Corridor Mining Resource (Pty) Limited**
- **Eastern Platinum Limited**
- **Impala Platinum Limited**
- **Lebowa Platinum**
- **Marula Platinum**
- **Modikwa Platinum Mine Joint Venture**
- **MTC Minerals**
- **Northam Platinum Limited**
- **Pan Palladium South Africa (Pty) Limited**
- **Plateau Resources (Pty) Limited**
- **Platreef Resource (Pty) Limited**
- **Rustenburg Platinum Mines (Pty) Limited (Eastern Limb Development)**
- **Samancor Chrome Limited**
- **Sishen Iron Ore Company (Pty) Limited**
- **Two Rivers Platinum (Pty) Limited**
- **Umnotho weSizwe Investment Holdings Limited**
- **Veremo Holdings Limited**
- **Westen Platinum Limited (On behalf of Messina Platinum Mines Limited)**
- **Xstrata South Africa (Pty) Limited**

Public Private Partnership Funds Invested in creating a Sustainable Rural Economy:

Item	Project Discipline	Description	Role of Forum	Mines Contribution	Project Capital Value Geared	Project Status
1	Water Supply	Raising of Flag Bashielo and Lebalelo pipeline	Lebalelo Water User Association	R225 m	DWAF construct	Project complete
2	Water Supply	JWF ORWRDP - De Hoop Dam and pipelines	Facilitation	R6 m	R 9 b	De Hoop Dam - construction in progress
3	Water Supply	PWF - Mogalakwena - Water pipeline to communities and mines	Facilitation - Conceptual Study	R3 m	R100 m	Bulk Water pipeline to be constructed
4	Tubatse PMU	Professional Support and Training for GTM Technical Department	Professional support and training	R3.5 m	R100 m	Roads projects completed and in progress
5	Tubatse Roads and Transport Projects	- R37 - Upgrade and Taxi Rank: 2009-2011	Design and facilitation	R2 m	R246 m	Planned for construction 2009-2011
		- R555 - Operation and maintenance	Facilitation role	R.5 m	R25 m	Operation and maintenance in progress
		- D4170 & D4180 Upgrade	Design and Facilitation role	R2 m	R200 m	Planned construction - 2009
		- Burgersfort CBD Roads	Design and Facilitation role	R1 m	R7 m	Construction in progress
		- N11 Safety and Realignment	Facilitation and Pre-feasibility	R4 m	R450 m	N11 Road alignment and Safety planned for construction
TOTAAL				R247 million	R9.5 billion	

Minister's power to suspend or cancel rights, permits or permissions Section 47 of the MPRDA

47. (1) Subject to subsections (2), (3) and (4), the Minister may cancel or suspend any reconnaissance permission, prospecting right, mining right, mining permit or retention permit if the holder thereof—

- (a) is conducting any reconnaissance, prospecting or mining operation in contravention of this Act;
- (b) breaches any material term or condition of such right, permit or permission;
- (c) is contravening the approved environmental management programme; or
- (d) has submitted inaccurate, incorrect or misleading information in connection with any matter required to be submitted under this Act.

(2) Before acting under subsection (1), the Minister must—

- (a) give written notice to the holder indicating the intention to suspend or cancel the right;
- (b) set out the reasons why he or she is considering suspending or canceling the right;
- (c) afford the holder a reasonable opportunity to show why the right, permit or permission should not be suspended or cancelled; and
- (d) notify the mortgagor, if any, of the prospecting right, mining right or mining permit concerned of his or her intention to suspend or cancel the right or permit.

(3) The Minister must direct the holder to take specified measures to remedy any contravention, breach or failure.

(4) If the holder does not comply with the direction given under subsection (3), the Minister may act under subsection (1) against the holder after having—

- (a) given the holder a reasonable opportunity to make representations; and
- (b) considered any such representations.

(5) The Minister may by written notice to the holder lift a suspension if the holder—

- (a) complies with a directive contemplated in subsection (3); or
- (b) furnishes compelling reasons for the lifting of the suspension.

Minister's power to suspend or cancel permits or rights – Section 90 of the MPRDA

Minister's power to suspend or cancel permits or rights

90. The Minister may cancel or suspend any reconnaissance permit, technical co-operation permit, exploration right or production right in accordance with the procedure contemplated in section 47.

Orders, suspensions and instructions - Section 93 of MPDRA

Orders, suspensions and instructions

93. (1) If an authorised person finds that a contravention or suspected contravention of, or failure to comply with—
- (a) any provision of this Act; or
 - (b) term or condition of any right, permit or permission or any other law granted or issued or any environmental management programme or environmental management plan approved terms of this Act, has occurred or is occurring on the relevant reconnaissance, exploration, production, prospecting mining or retention area or place where prospecting operations or mining operations or processing operations are being conducted, such a person may—
 - (i) order the holder of the relevant right permit or permission, or the person in charge of such area, any person carrying out or in charge of the carrying out of such activities or operations or the manager, official, employee or agent of such holder or person to, take immediate rectifying steps; or
 - (ii) order that the reconnaissance, prospecting, exploration, mining, production or processing operations or part thereof be suspended or terminated, and give such other instructions in connection therewith as may be necessary.
- (2) The Director-General must confirm or set aside any order contemplated in subsection (1)(a) or (b).
- (3) The Director-General must notify the relevant holder or other person contemplated in subsection (1) in writing within 60 days after the order referred to in subsection
- (1)(a) or (b) has been set aside or confirmed, failing which such order shall lapse.

Offences - Section 98 of the MPRDA

Offences

98. Any person is guilty of an offence if he or she—

(a) contravenes or fails to comply with—

(i) section 5(4), 20(2), 19 or 28;

(ii) section 92, 94 or 95;

(iii) section 38(1)(c);

(iv) section 42(1) or (2);

(v) section 44;

(vi) any directive, notice, suspension, order, instruction or condition issued, given or determined in terms of this Act;

(vii) any direction contemplated in section 29; or

(viii) any other provision of this Act;

(b) submits inaccurate, incorrect or misleading information in connection with any matter required to be submitted under this Act; or

(c) fails to provide a written notice or consult with the Minister in terms of section

Penalties - Section 99 of the MPRDA

Penalties

99. (1) Any person convicted of an offence in terms of this Act is liable—

(a) in the case of an offence referred to in section 98(a)(i), to a fine not exceeding R100 000 or to imprisonment for a period not exceeding two years or to both such fine and such imprisonment;

(b) in the case of an offence referred to in section 98(a)(ii), to the penalty that may be imposed for perjury;

(c) in the case of an offence referred to in section 98(a)(iii) to a fine not exceeding R500 000 or to imprisonment for a period not exceeding 10 years or to both such fine and such imprisonment;

(d) in the case of an offence referred to in section 98(a)(v), to the penalty that may be imposed in a magistrate's court for a similar offence;

(e) in the case of an offence referred to in section 98(a)(vi) and (vii), to a fine not exceeding R10 000;

(f) in the case of an offence referred to in section 98(c), to a fine not exceeding R500 000 for each day that such person persists in contravention of the said provisions;

(g) in the case of any conviction of an offence in terms of this Act for which no penalty is expressly determined, to a fine or to imprisonment for a period not exceeding six months or to both a fine and such imprisonment; and

(2) Despite anything to the contrary in any other law, a magistrate's court may impose any penalty provided for in this Act.