PROJECT GUIDELINES

Dear Sirs,

Being the owner, since 2001, of the property shown on the enclosed map, registration and photos, I am interested in starting a number of activities, which will benefit the property itself, as well as it will bring a new added value to the surrounding geographical area.

The project I have planned, whose ultimate purpose is to create a number of fundamental infrastructures which will allow the property to be used in order to explore a number of environmental and ecological activities, including:

- The continuous **support of the ongoing scientific research projects** initiated by BIOTA Southern Africa with the establishment of "Biodiversity Observatories", whose activities are already being developed inside the property.
- The study of wildlife, plants and soil by universities, colleges or other organizations who may be interested in developing new environmentally friendly technologies and processes, or to further their current studies on the mentioned areas of study;
- To promote and develop agricultural projects and, at the same time, provide an
 environment where new techniques, technologies and working methods can be
 observed and studied:
- To promote and **develop researches** with the objective of finding and improving methods of capturing **alternate sources of energy**, taking advantage of the wind and sun, naturally available in the region.
- Create the necessary infrastructures in order to develop a new site for
 environmental tourism, which will target a growing number of individuals who
 look for remote places, with environmental value, where they can spend their
 vacations, observing and photographing wildlife in their own habitat, as well as
 learning and often participating in ongoing projects.

In order to achieve the above mentioned goals, the project demands an immediate intervention in the following areas:

- The creation of a dense vegetation borderline around the whole property, about 50 meters wide, basically made out of trees and decorative bushes;
- The immediate prohibition of any and all hunting activities, in order to preserve and protect the current existing local wildlife;
- The immediate **prohibition of the use of chemicals**, inside the property, or any other products and materials which can be **harmful to the environment** or both the existing and future wildlife and vegetation.



However, for all the above to become a reality there is an urgent **need for a change in the rules applied for** the current and **future digging sites** which dedicate themselves to the diamond prospecting industry.

- 1. The owner of the property shall be granted with the total management rights of the natural resources available, including the power to allow or **refuse mining works to be undertaken** by whichever companies and organizations the Government of South Africa properly authorizes to develop such activities.
- 2. All the current soil being removed, when the mining works are completed, instead of being rehabilitated, as it is now a current practice, **it should have the necessary permissions to be transformed**, in order not only to create the necessary infrastructures as well as to create the needed sites for the development of the various projects previously presented.
- 3. No more than an area equivalent to 0.2% of the total area of the property shall be granted for mining purposes during each year.

In order to achieve all of the above mentioned plans and interventions, it will be created a privately owned Foundation, with no political or stock market interests, which will be in charge of all the management, promotion and implementation of the various projects.

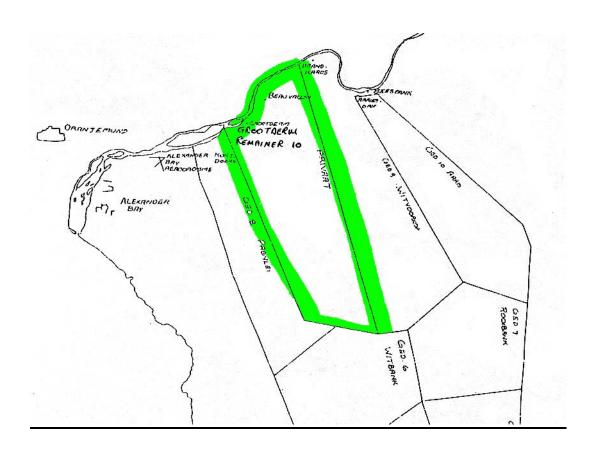
This Foundation will, initially, be granted with the necessary funds to start the immediate interventions and all financial revenues that will come in the future, from not only the mining contracts as well as from the other ongoing commercial activities, will be added to the existing funds with the exclusive purpose of being used in the property itself and to sponsor and develop the various studies and projects with biological and environmental relevance.

It is with great enthusiasm that I'm awaiting to start implementing this project which is, probably, a pioneer in the region and maybe in the whole country, and it will bring a great added value to the region as well as for the future generations who will surely benefit academically and ultimately in their lifestyles from the results obtained from the research and studies that will take place.

I'm very much looking forward to your approval of the above.

With my best regards

GROOTDERM FARM #10 MAP



REGISTRATION

Certificate of member's Interest
Sertifikaat van Ledebelang
CLOSE CORPORATIONS ACT, 1984
WET OP BESLOTE KORPORASIES, 1984
(Section 31 / Artikel 31)

Certificate number Sertifikaatnommer: 5

Date

Datum: 2002-08-12

Full name of corporation:

Volle naam van Korporasie: SCHOLKOR CC

Registration number of corporation:

Registrasienommer van Korporasie: 1998 / 021506 / 23

Literal translation of name: Letterlike vertaling van naam:

Registered office:

Geregistreerde kantoor:

belang in die Beslote Korporasie het.

65 VAN RIEBEECK STR, SPRINGBOK, 8240

Postal address:

Posadres:

PO BOX 545, PORT NOLLOTH, 8280

Full name of member Volle name van lid	Identity No. of member Identiteitsnr. Van Iid	Postal address of member Posadres van lid	Size of interest* Grootte van belang*
FERNANDO ANTONIO	540407	PO BOX 545, PORT	100.0%
MADRUGA GOMES		NOLLOTH, 8280	••

Current percentage *Huidige persentasie

This is to certify that the above-mentioned is a member of this Close Corporation and that such member currently holds the obovementioned interest in the Close Corporation. Hiermee word gesertifiseer dat bogenoemde 'n lid van hierdie Korporasie is en dat sogenaamde lid tans die hierbovermelde

Signed by or on behalf of each member of the Corporation on the date appearing opposite each signature.

Geteken deur of namens elke lid van die Korporasie op die datum wat teenoor elke handtekening verskyn.

Signature / Handtekening Date / Datum | Signature / Handtekening Date / Datum FA MADRUGA GOMES 2002-08-12















