North River Resources (Pty) Ltd incorporating Namib Lead & Zinc Mining (Pty) Ltd – holder of EPL 2902

ENVIRONMENTAL IMPACT ASSESSMENT (EIA)

PUBLIC INFORMATION DOCUMENT No.1 & INVITATION TO PUBLIC MEETING

1. Project Proponent & Holder of EPL 2902

North River Resources (Pty) Ltd (NRR), incorporating Namib Lead and Zinc Mining (Pty) Ltd is the project proponent and holder of an Exclusive Prospecting Licence (EPL 2902), which was renewed on 28 May 2012. NRR intends to submit an application for a mining licence before 17 April 2014. Therefore an Environmental Impact Assessment & Management Plan must be completed and an Environmental Clearance obtained from MET.

<table>
<thead>
<tr>
<th>Directors</th>
<th>Address</th>
<th>Resident</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mr Martin French</td>
<td>Executive Director</td>
<td>London</td>
</tr>
<tr>
<td></td>
<td>56 Haymarket, London, UK</td>
<td></td>
</tr>
<tr>
<td>Zuyuan He</td>
<td>Chairman</td>
<td>China</td>
</tr>
<tr>
<td>Zhiping Yu</td>
<td>Non-Executive Director</td>
<td>China</td>
</tr>
<tr>
<td>Qi Yu</td>
<td>Non-Executive Director</td>
<td>London</td>
</tr>
<tr>
<td>Brett Richards</td>
<td>Non-Executive Director</td>
<td>London</td>
</tr>
</tbody>
</table>

2. The Environmental Consultants

North River Resources has appointed Colin Christian & Associates CC (CCA) to undertake the Environmental Impact Assessment (EIA) and Management Plan (EMP). A team of specialist subconsultants has been appointed by CCA for various components including botany, zoology, and archaeology. SLR consultants were earlier appointed by NRR to carry out specialist investigations on groundwater and surface water.
3. Project Location

EPL 2902 is situated in the Dorob National Park, which was proclaimed on 01 December 2010 (after the EPL was issued to NRR). The EPL is just to the west of the Rössing Mountain, between Swakopmund (23km) and Arandis (34km). A gravel road of 8km leads northward off the B2 tar road to the mine. The main railway line between Walvis Bay and the interior follows the B2 and passes close to the mine.

The attached map shows the location of EPL 2902, with the old mine clearly marked on the topographic basemap. The EPL covers an area of approximately 4523 ha. The co-ordinates of the EPL are:

<table>
<thead>
<tr>
<th>EPL 2902</th>
<th>Latitude</th>
<th>Longitude</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>S 22.48333335</td>
<td>E 14.71666857</td>
</tr>
<tr>
<td>2</td>
<td>S 22.48333288</td>
<td>E 14.79999830</td>
</tr>
<tr>
<td>3</td>
<td>S 22.52982341</td>
<td>E 14.79999609</td>
</tr>
<tr>
<td>4</td>
<td>S 22.53236099</td>
<td>E 14.71705330</td>
</tr>
</tbody>
</table>

4. Background to the Project

An underground mine was in operation from 1965 to 1992 producing lead and later zinc. NRR plans to redevelop the old mine and extend it both deeper and northward of the old workings. Other outlying targets are also being drilled from the surface.

No closure or rehabilitation plan was implemented when the mine closed previously. Rubbish, chemicals, mining equipment, unfenced shafts and derelict houses were left. NRR has since cleaned up the site.

An old tailings heap is present and NRR is considering the viability of reprocessing this, mainly to recover the zinc.

Various exploration activities were carried out in 2007 and since 2009. NRR has surveyed and mapped the underground mine and continued drilling exploration underground. A JORC compliant ore resource - of 668,000 tonnes “indicated” and “inferred” – has been announced. However NRR considers that a target of 1.1 million tonnes needs to be confirmed to make mining and processing viable.

The mineralised ore bodies are relatively small vertical structures (or “ore shoots”) that are difficult to target by drilling from the surface. Moreover, since much of the economic potential is at depth below the old workings (i.e. about 180m – 300m depth) further drilling is needed from underground positions to confirm the resource and further define these ore shoots.

5. Project Proposal

Given the complexity of the ore deposit, NRR has a two-stage strategy to confirm the target ore resource and develop the mine in readiness for mining.

Stage 1 involves an advanced stage of exploration and an early stage of mine development, including:

- Developing access drives to new underground drilling targets,
- Disposal of waste rock produced by the above development into mined out voids,
- Drilling from underground positions,
- Drilling new targets from the surface.
Stage 2: Once the target resource has been proven, mining production and processing can proceed with:

- Construction of mine buildings and infrastructure,
- Construction of a processing plant - using differential flotation. Various chemical reagents (hazardous substances) are used in this alkaline process. The products will be lead and zinc concentrates, which may contain minor amounts of other metals,
- Mining at a rate of about 200,000 tonnes of ore per year,
- Further development of access drives,
- Possible development of additional shafts from the surface if necessary,
- Disposal of new tailings to existing tailings dam,
- A closure and rehabilitation plan will be developed and implemented, which takes cognisance of the mine’s sensitive situation in the Dorob National Park.

Details of the surface layout, process optimisation, and supporting infrastructure, are still being determined by NRR.

Timeframes involved are:

- Resource definition period (stage 1) 8 months,
- Lead time to production 30 months, from commencement of stage 1.
- This would translate into a minimum life of mining and processing of five years.

Smelting on site is not proposed. The products will be exported via Walvis Bay.

Transport of lead and zinc concentrates in shipping containers to the Port of Walvis Bay, by road, is proposed.

Water Demand & Supply: A rough estimate of water demand is 300,000 m³/annum. It is reported that there is a surplus of about 8Mm³ per year available from Areva’s desalination plant for other users. It is expected that the existing offtake from the Swakop – Rössing Mine pipeline can be utilised, with a new pipeline from there to Namib Lead mine to be constructed on the ground, in the form of a small pipe (e.g. HDPE, 110mm diameter) and 7km long.

An existing borehole on site provides non-potable water for the current drilling operations.

Power will be supplied from off the national grid via an existing line but the conductors will need to be replaced. ErongoRED has indicated that sufficient power for Stage 1 is available. Stage 2 will have a maximum demand of 2.5MW. This will be supplied either from diesel generators or from the national grid if available.

Employment: The mine will employ the following estimated numbers of full time staff per stage:

- Stage 1: exploration underground 39
- Stage 2: mining 62
- Stage 2: processing plant 44

No housing will be provided at the mine. Workers will be transported by bus from the nearby towns of Swakopmund and Walvis Bay.
6. Invitation to Public Meeting

All Interested & Affected Parties are invited to attend a public meeting as detailed below.

<table>
<thead>
<tr>
<th>Swakopmund</th>
<th>Date &amp; Time:</th>
<th>Venue:</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Tuesday 21 May 2013 at 09:00 am (until approximately 13:00)</td>
<td>Sea Side Hotel and Spa 1 Dolphin Drive Mile 4 Swakopmund</td>
</tr>
</tbody>
</table>

The purpose of the meeting will be:

- To introduce the project,
- To hear and record any issues or concerns that the public may have regarding environmental or socio-economic impacts or issues relating to this project,
- To gather information on the local environment if people wish to share knowledge of the affected environments.

We are attempting to contact persons who may have an interest in, or be affected by the project. Therefore, please pass on this invitation to others who may be interested or affected. It is also available in PDF format.

7. Consultations with Authorities

We will be contacting the relevant Government Ministries, Regional and Local Authorities, Parastatals etc. who are also invited to send representatives to the meeting.

8. Registration of Interested & Affected Parties

We hope that you will be free to take this opportunity to attend the meeting.

Attendees will be asked to complete a register of Interested & Affected Parties (I&APs) so that we can keep you informed. If you are not able to attend, but would like to Register as an “I&AP” please contact Maureen – see details below.

Should you wish to raise any issues, concerns or queries, you may also submit these in writing by email, fax, or post – to reach us before 14 June 2013.

We look forward to meeting you.

Yours sincerely,

Colin Christian  Pr.Sci.Nat.  Environmental Scientist

------------------------------------------------------------------------------------------------------ ------------------------------------

To Register as an Interested & Affected Party, please provide your Full Name, Position, Company Name, Telephone number, Cellphone number, Email Address (or Fax No.), and Postal address to:-

Maureen Fidler   Cell: 081 3462020   Fax: 061 – 302297   Email: maureen.fidler@gmail.com

The same contact details should be used for any written submissions.