

FIRST SCHEDULE

REPUBLIC OF SOUTH SUDAN

MINISTRY OF PETROLEUM AND MINING

THE MINING ACT, 2012

MINING (MINERAL TITLE) REGULATIONS, 2015

130. FORM L-2 Exploration Licence

(Chapter V of the Mining Act, 2012 and Part IV of the Mining (Mineral Title) Regulations)

OFFICIAL USE

Exploration License Registration No:

Initial term of License: *years (not* *to exceed 5 years)*

Initial term commences on: Day Month Year

Initial term ends on: Day Month Year

First Renewal term ends on: Day Month Year

Second Renewal term ends on: Day Month Year

Provided all conditions under the Act have been met, the term of this Licence can be renewed twice.

The Exploration Area granted in this Licence cannot be enlarged but the Titleholder may apply to relinquish area.

I. Subject to the conditions set out in the Mining Act, in the regulations made under the Act and in this Exploration Licence,

Name:

(Hereinafter referred to as the "Titleholder") whose registered office in South Sudan is at

Address:

City: State:

Postal Code: County:

Phone number: Mobile:

Fax number (if any):

Email address:

is by this Licence granted the exclusive right to do Exploration Operations within and over the Exploration Area specified in Annex 1 of this Licence (comprising an area of

CUs).

2. This Licence confers on the Titleholder the exclusive right within the Exploration Area to

a. conduct Exploration Operations on an exclusive basis for the concerned Mineral(s)

Code	Mineral
Cu	Copper
D	Diamond (General)
Au	Gold
Ni	Nickel
Zn	Zinc

b. to carry out the operations and work necessary to the achievement of this objective;

c. obtain access and to enter upon the land;

d. inform, on an on-going basis, local government, traditional authorities and communities about those Exploration Operations that require physical entry onto the land within their jurisdiction;

e. with prior written permission of the Director General take, remove and export specimens and samples not exceeding such limit as is reasonably required for Exploration Operations purposes;

f. with prior written permission of the Director General do bulk sampling and trial processing of Mineral Resources not exceeding such limit as is reasonably required for determining Mining potential;

g. occupy the land and erect temporary installations, camps, or structures necessary to the carrying out of Exploration Operations in consultation with local authorities;

h. construct temporary access roads, subject to Applicable Law;

i. sink shafts or drill holes or wells and dig holes and trenches; and

j. apply to transfer the Licence to an eligible party in the prescribed manner.

3. The Titleholder, during the term of this Exploration Licence, shall do all things required by the Mining Act including but not limited to:

a. carry out Exploration Operations within the Exploration Licence Area in accordance with its approved Exploration Program;

b. commence Exploration Operations in the Exploration Area within 90 calendar days from the date the Exploration Licence is issued;

c. comply with such annual work program expenditure requirements and land area relinquishment requirements as is approved in the work program;

d. The Titleholder of an Exploration Licence shall submit to the Director General of Geological Survey not later than three months after the end of each year of the Licence, an audited statement of expenditure directly incurred under the Licence and any moneys required to be spent under the provisions of Subsection (13) and which are not so spent shall be a debt due to Government recoverable in a court of competent jurisdiction.

- e. On application by the Titleholder of a Mineral Exploration Licence, the Minister may refund a cash payment under Subsection (4) of this Section, in whole or in part, where the Titleholder satisfies the Director General that, in the year or years since the year in which the deficiency arose, the Titleholder has performed required work or has incurred expenditures for the performance of required work the value of which exceeds the prescribed required work minimum value applicable in the subsequent year or years and that no deficiency or a reduced efficiency remains in respect of required work
- f. submit geological samples, information and such periodical reports as may be prescribed;
- g. inform and consult, on an on-going basis, with local government, traditional authorities and communities about those Exploration Operations that require physical entry onto the land within their respective jurisdictions;
- h. employ for Exploration Operations at least one fully eligible geologist, mining engineer or geoscientist holding a bachelor's degree or equivalent from a reputable university or school of mines;
- i. implement a corporate social responsibility program in conformity to Mining Cadastre Office guidelines (or in the absence of such guidelines, according to ISO 26000);
- j. compensate owners and Users of Land for damage caused to land and property resulting from Exploration Operations in the Exploration Area;
- k. maintain and restore land and the Environment, from any damage resulting from Exploration Operations, including but not limited to:
 - i. filling up any shafts, wells, holes or trenches made by the Titleholder; and
 - ii. restoring the land subject to the right to a safe and secure Environment and in compliance with Environmental Law and standards;
- l. relinquish any area required by government for a public purpose other than for any activity related to Mineral Exploitation;
- m. not divert water from any watercourse without the consent in writing of the relevant competent authority after consultation with the local communities and authorities and subject to Subsection (10) of this Section; and
- n. if intending to conduct Exploration Operations on land occupied under National Government, state government or local government Licence, or land subject to another right of occupancy including occupancy under customary law, give notice to the Lessee or occupant before commencing Exploration Operations on the land.
- o. pay annual rent as is prescribed.
- p. The Titleholder of an Exploration Licence shall submit to the Director General of Geological Survey not later than three months after the end of each Licence Year, an audited statement of expenditure directly incurred under the Licence and any moneys required to be spent under the provisions of Subsection (2) (3) and which are not so spent shall be a debt due to Government recoverable in a court of competent jurisdiction.
- q. On application by the Titleholder of a Mineral Exploration Licence, the Minister may refund a cash payment under Subsection (4) of this Section, in whole or in part, where the Titleholder satisfies the Director General that, in the year or years since the year in which the deficiency arose, the Titleholder has performed required work or has incurred expenditures for the performance of required work the value of which exceeds the prescribed required work minimum value applicable in the subsequent year or years and that no deficiency or a reduced deficiency remains in respect of required work

4. ACCOMPANYING ANNEXES

Annex: Cadastral Coordinates Defining Exploration Area Boundaries

Annex 2: Map of Exploration Area

Annex 3: Approved Exploration Program

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DATED THIS 13 DAY OF January 2016

Hon. Stephen Dhiou Dau
Minister (name)

[Signature]
Signature

In the presence of:

Dr. Cosmas Piiia Kujjo
DG of Mineral Development (name)

[Signature]
Signature



Dated seal here

Annex 1. Cadastral Coordinates defining the vertices of a Polygon aligned with the cadastral grid of whole Cadastral Units that comprise the Exploration Licence Area.

Note: if necessary, attach additional sheets.

Order	Latitude			Longitude		
	Deg	Min	Sec	Deg	Min	Sec
1	03	40	45.00	32	19	00.00
2	03	40	45.00	32	01	00.00
3	04	06	00.00	32	01	00.00
4	04	06	00.00	32	30	00.00
5	03	45	15.00	32	30	00.00
6	03	45	15.00	32	19	00.00

Annex 2. Map of the Area aligned with the cadastral grid of whole Cadastral Units that comprise the Exploration Licence.

Note: Total area of 10 924 Cadastral Units

