



"To whom it may concern"
Geneva, 15th June 2017

Dear Sir/ Madame

SGS is a multinational company headquartered in Geneva, Switzerland, which provides inspection, verification, testing and certification services. It has more than 90,000 employees and operates over 2,000 offices and laboratories worldwide. SGS provides an extensive portfolio of testing services to the Oil & Gas, Environmental, Agricultural, Industrial, Life Sciences, Consumer Products and Minerals sectors from a network of over 700 laboratories around the world.

As the leader in the supply of analytical services to the global mining industry, SGS currently operates greater than 300 mining related laboratories in over 60 countries for the energy materials, geochemical, metallurgical, mineralogical and minerals trade testing sectors.

SGS has a strong and an established geochemistry analytical services presence in Eastern Africa with a full service commercial geochemical laboratory in Mwanza, Tanzania and nine (9) onsite laboratory installations in Tanzania, DRC, Kenya and Eritrea.

Incorporated in Tanzania over 55 years ago and SGS is the leading inspection, verification, testing and certification company in the country with more than 500 employees operating in Dar es Salaam, Tanga, Mwanza and the Mine-sites spread throughout the lake zone area and any other location where need arises. We have ISO/IEC 10725 accredited facilities that use the same global testing methods analytical codes and sampling preparation techniques to ensure uniform excellence for our clients.

The Mwanza commercial laboratory provide analytical services to almost all the Tanzania minerals prospecting companies and existing mines exploration samples, whereas the onsite laboratories located at these mines in Tanzania (including Bulyanhulu Gold Mine, Buzwagi Gold Mine and North Mara Gold Mine) are dedicated solely to testing services to these specific mines.

To assist minimal risk in the trade of mineral commodities SGS in Tanzania has the technical expertise and offers independence loading and discharge tally supervision, sampling, analysis and quality control of these commodities for export or import.

SGS independently supervise the loading into 20ft containers, sampling and weighing of the Copper Concentrate produced at both Bulyanhulu Gold Mines and Buzwagi Gold Mines for export. The samples collected from each container are submitted to the respective onsite laboratory managed by SGS for the determination of moisture content and the grade of gold (Au), copper (Cu) and silver (Ag) in each container and shipment. SGS stands behind its reports and certificates released to Bulyanhulu and Buzwagi mines for the assaying of concentrate it has undertaken over time.

The laboratory work are carried out in accordance with international standards and validated by use of stringent quality control and quality assurance regime. The reports or certificates issued are used by the Bulyanhulu Gold and Buzwagi Gold mines and the relevant Government of Tanzania agencies for the calculation of royalties' payable to the state from the sale of the Gold-Silver-Copper Concentrate. Between 29 May, 2016 and 21 February, 2017, SGS received and completed analyses, and reported results on samples of the Cu Concentrates sampled at Bulyanhulu Gold and Buzwagi Gold mines, from which the 44 containers subjected to inspection and sampling by the First Presidential Committee were included in proposed shipments for sale and export (as listed in the attached schedule).



SGS released reports and certificates for weight, gold (Au), copper (Cu) and silver (Ag) content for shipments including the 44 containers of Concentrates to the respective mines between 29 May, 2016 and 21 February, 2017.

The average of the assay results for these samples from the 44 containers in the attached schedule is set out in the table below. Copies of our analysis records are attached.

Element	Element Symbol	SGS Assay Values – dry weighted average grades from 44 containers sampled
Gold	Au (g/t)	164 g/t
Silver	Ag (g/t)	130 g/t
Copper	Cu (%)	14 %

SGS hereby confirm that the above averages and the attached results are a true representation of the assays achieved by SGS from the analysis of these concentrate samples provided.

OUR VISION

We aim to be the most competitive and the most productive service organization in the world. Our core competencies in inspection, verification, testing and certification are being continuously improved to be best-in-class.

OUR VALUES

We seek to be epitomized by our passion, integrity, entrepreneurialism and our innovative spirit, as we continually strive to fulfil our vision. These values guide us in all that we do and are the bedrock upon which our organization is built.

Derick Govender
Executive Vice President
SGS Minerals