
FINAL COMPLETION REPORT

Acacia North Mara Gold Mine

Introduction

This Final Completion Report presents the evidence to support the successful implementation of the Corrective Action Plan to correct the deficiencies identified in the ICMI recertification audit of Acacia North Mara Gold Mine, held from 8th – 13th February 2016.

Corrective Action Plan

Principle 5 – DECOMMISSIONING - Protect communities and the environment from cyanide through development & implementation of decommissioning plans for cyanide facilities.

Operations Practice 5.2 Establish an assurance mechanism capable of fully funding cyanide related decommissioning activities.

Deficiencies

- The Tanzanian Government requires an assurance mechanism for the three Acacia mines for the cost of the rehabilitation of its three mines. The draft agreement was sent to the Government and the Mine is awaiting finalisation of the insurance guarantees/bonds and subsequent approval. by the relevant Government department. The Ministry of Energy and Minerals are still reviewing the draft agreement for the bond.

Corrective Actions

- The mine is still awaiting formal, documented approval of its assurance mechanism for closure costing including cyanide decommissioning.

Evidence presented to Auditors

Evidence evaluated by the auditors to confirm the corrective actions have been implemented effectively:-

- The formal approval of the assurance method is still awaited from the Tanzanian government and thus the company has chosen to use the alternative method of using a Statement of Financial Strength to demonstrate its ability to adequately fund cyanide decommissioning on its sites. It is noted that the company has an insurance guarantee in place which adequately covers the funding of cyanide decommissioning.
- A statement of Financial Strength, prepared using 10 CFR 30, Appendix A, for all the Acacia operations, was sighted, undertaken by a Chartered Accountant, able to undertake audits, registered with the South African



Institute of Chartered Accountants (SAICA), indicating that the Cyanide Code requirements were met. A South African Chartered Accountant (CA(SA)) is deemed the equivalent of a US Certified Public Accountant (CPA). It is noted that ICMI has accepted Statements of Financial Strength signed by US CPAs in the past and thus the credentials of the South African CA are deemed acceptable for this Statement.

Conclusion

The Lead Auditor, following discussions with the audit team, is satisfied that the corrective action taken, meets the requirement of the corrective action plan and thus enables the Substantial Compliance in the decommissioning practice to be revised to Full Compliance.



Arend Hoogervorst
Lead Auditor
Date: 16th November 2016

