

General Information

Type of Rock

- Banded iron-formation
- Metamorphosed clastic sediments
- Meta-volcanics (mafic and ultramafics)

Mineralisation

- Arsenopyrite (gold)
- Pyrite
- Pyrrhotite

Geological Setting

- Odzi-Mutare-Manica greenstone belt
- Green schist facies

Historical Production

37,600oz of historical gold production

Mining legislation

Mining in Mozambique is governed by the Ministry of Mineral Resources and Energy in terms of Mining Law 14/2002 promulgated on 26 June 2002. It is stated that the mineral resources of the Republic of Mozambique are the property of the State and the right for reconnaissance, exploration projecting and exploration and exploitation of mineral resources is obtained pursuant to the following mining titles and permits, namely reconnaissance licences, exploration licences, mining concessions, mining certificates and mining passes. Mining titles and permits are granted on the basis of first-come, first-served priority, taking into account the date of receipt of the respective applications. It is stated in section 6 of that Act that any person, national or foreign, with juridical capacity can be the holder of a reconnaissance or exploration licence. In order to hold a mining concession the company must be established and registered in Mozambique. However, to hold a mining certificate, any person or company with domicile in Mozambique, national or foreign, with juridical capacity, can hold such mining certificate. A mining pass holder can only be a Mozambican individual with juridical capacity.

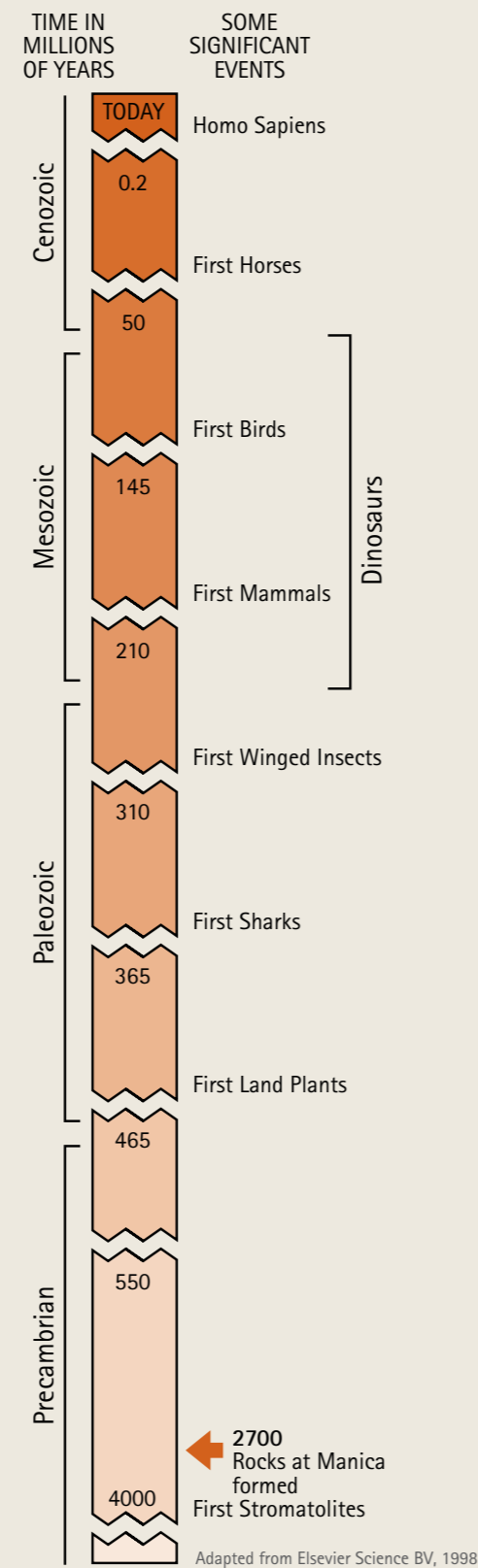
Exploration licences are governed by section 3 of the mining law. An exploration licence can be granted in favour of a person who fulfils the necessary requirements. It is granted for a period of five years, renewable for the maximum of the same period. The holder of an exploration licence is entitled to have access, explore on an exclusive basis, collect, remove and export samples for exploration purposes, conduct sampling and trial processing, sell specimens and

samples obtained for exploration, occupy land and erect temporary installations, camps, etc, use water, timber and other necessary materials for exploration.

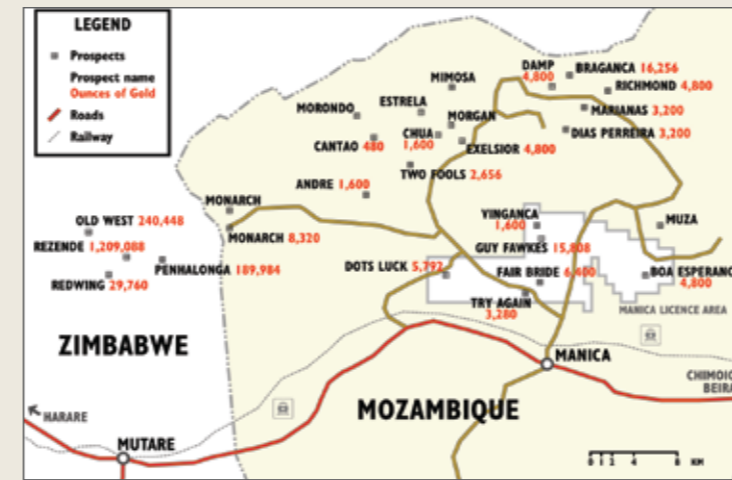
In regard to mining concessions, and mining certificates, these may not be granted to any person other than the person who holds an exploration licence and thus the holder of an exploration licence has the exclusive right to apply for a mining concession or mining certificate.

Other legislation which is pertinent to exploration and mining operations in Mozambique are the regulations in force under Law 14/2002, being the regulations promulgated by Decree 28/2003 of 17 June 2003. These regulations deal in detail with the administrative procedures for applications and processing of applications for all of the abovementioned licences and permits. The regulations contain detailed obligations imposed upon the holder, including that the title holder should submit within a period of three months prior to the completion of each annual period of a licence an adequate work programme and minimum expenses to be made in the following year and the regulations deal with the conditions for extension of a licence for a further five years. It also deals with abandonment of areas and applications for extension of the area.

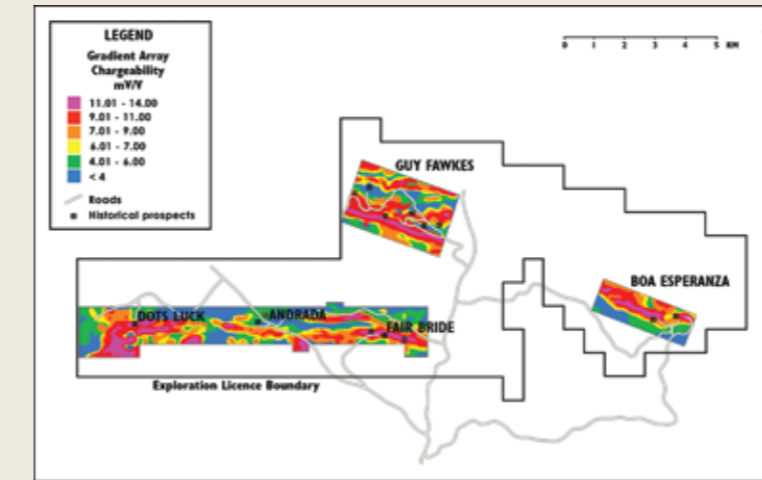
Furthermore, there is a code of fiscal benefits that are applicable as per Decree 16/2002 dealing with fiscal incentives, an investment Law 3/93, and investment law regulations, all of which would be applicable to the investment and exploration and mining operation in Mozambique.



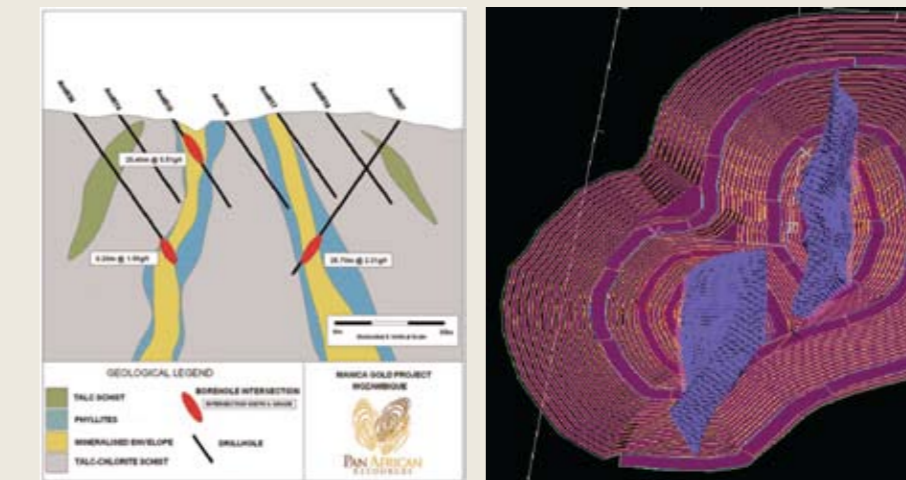
Maps



Locality plan of Manica Gold Project highlighting project area outline.

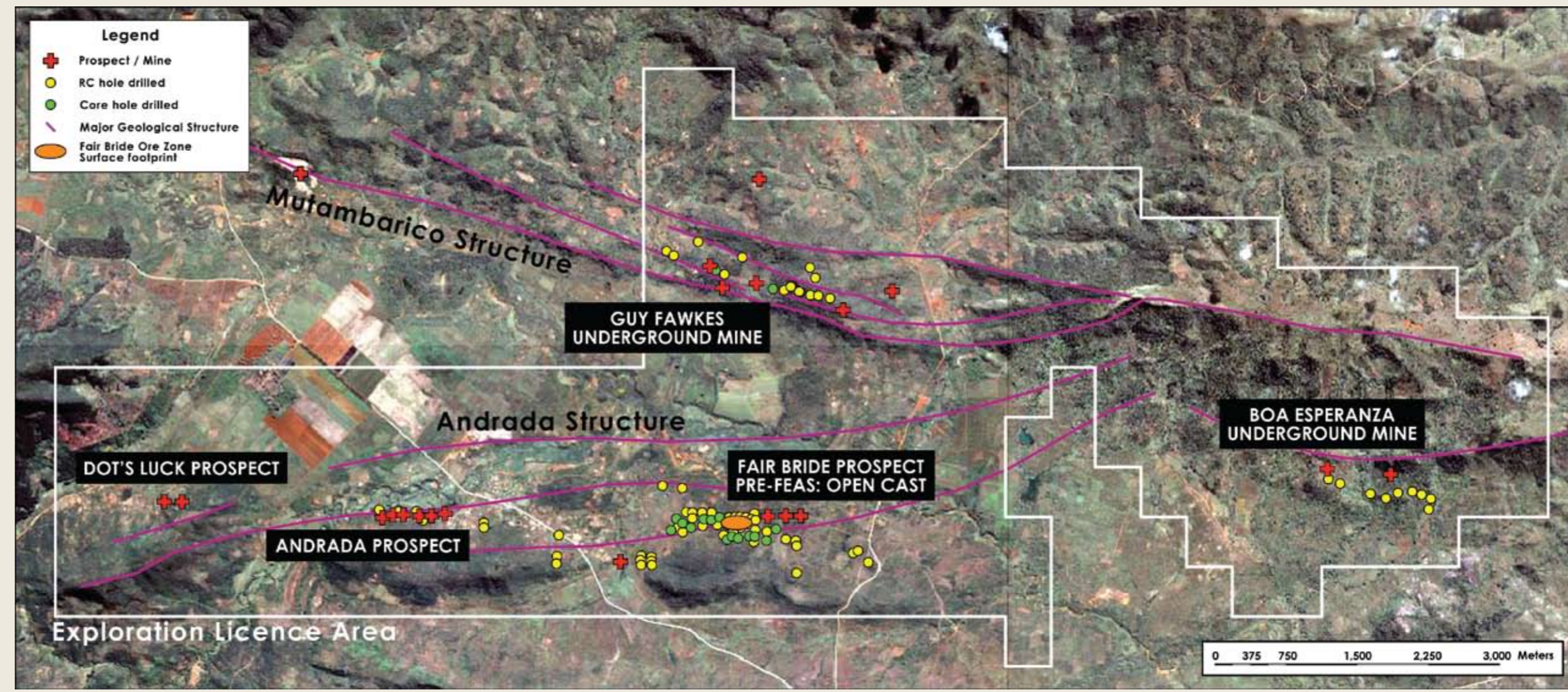


Ground geophysics (Included Polarisation - Chargeability) survey over selected targets



Diagrammatic cross section through Fair Bride indicating mineralised intersections

Plan view of proposed Fairbridge openpit (Orebody shaded in light purple and pit ramp design in red and yellow)



Exploration Licence outline and geological information superimposed on Ikonos Satellite Image

MOZAMBIQUE



General Information

Type of Rock

- Meta-volcanics (ultramafics)
- Amphibolites

Mineralisation

- Free gold

Geological Setting

- Bogoin-Boali greenstone belt
- Bandas-Boufoyo-Dekoa greenstone belt
- Amphibolite facies

Historical Production

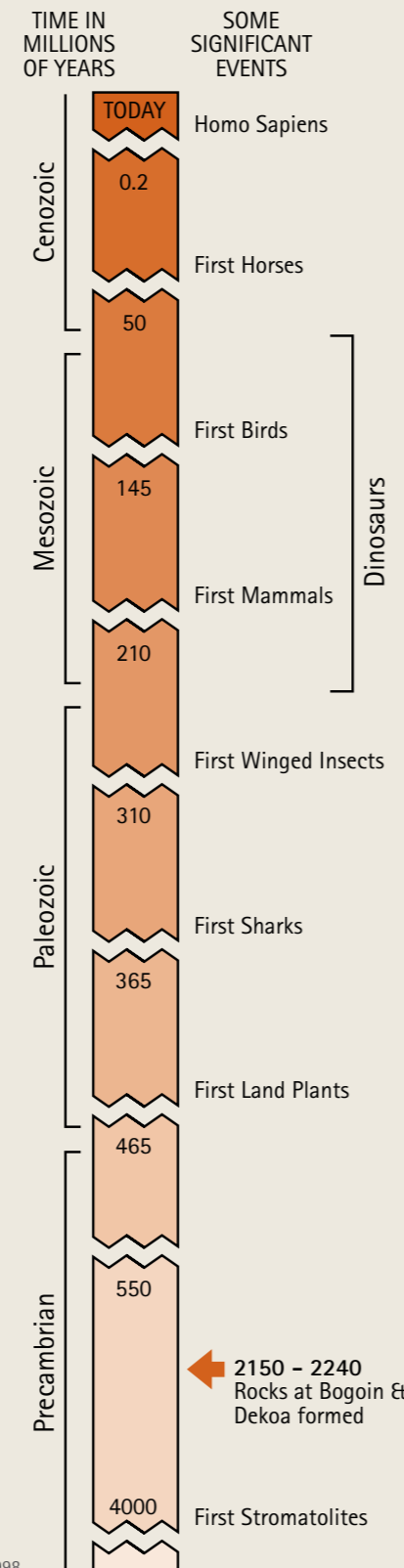
- 3,727oz of historical gold production

Mining legislation

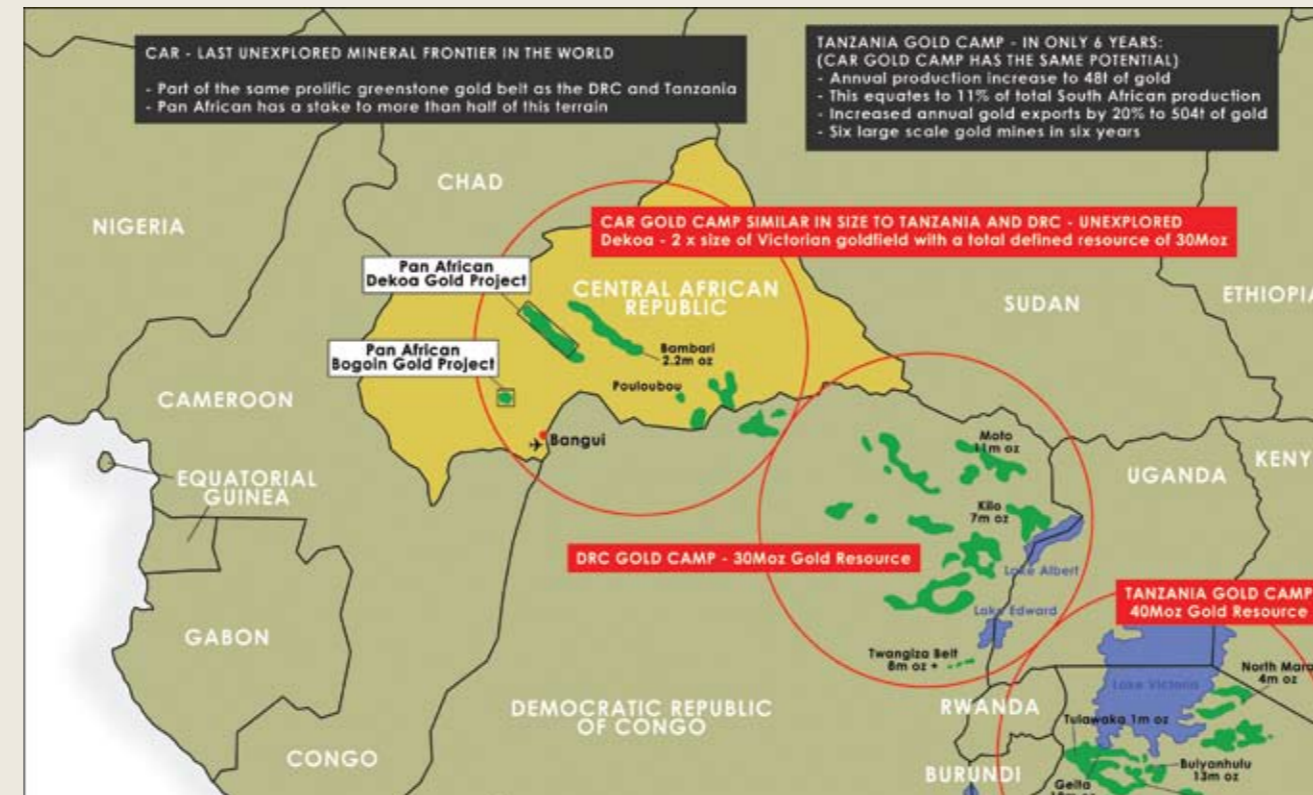
The mining code of CAR was published as ordinance 001 in 2004. In terms of the mining code all areas shall be available for grant of mineral authorisations and mineral titles. In terms of the ordinance all natural or legal persons irrespective of their nationality shall be entitled to carry out or conduct an activity governed by the ordinance. However a person wishing to conduct mining activities is required first to obtain a T2CP04037 –PAN AFRICAN Circular–Page 49–Proof 5 49 mineral authorisation or mineral title granted under the ordinance. In respect of exploration there is provision for reconnaissance authorisations to be issued, as well as reconnaissance permits and exploration permits. Exploration permits are governed by Section 3 of Chapter 2 of the code. The initial validity period of an exploration permit shall be three years and it shall be renewable twice for the same duration on an application of the title holder and the maximum area in respect of which an exploration permit is granted shall not exceed 1,000 km2.

On 8 February 2007 Pan African and CARgold (Pan African's joint venture partner in the CAR) (collectively, "JV") concluded a mining convention with the Ministry of Mines, Energy & Water Affairs in the CAR ("State"). The State has agreed to facilitate the exploration and development by the JV of the Bogoin Licence area in the CAR. The JV committed to pay the State US\$700,000 in respect of the rights acquired by it – US\$200,000 was payable on signature and the balance is payable in instalments at various stages of the development of the project. The convention endures for 25 years, extendible by agreement. Once mining phase is reached, the parties will transfer the project to a CAR incorporated company and the State will hold a 10 per cent. free carry in that company. The State has provided a number of concessions and exemptions in respect of taxes, duties and administrative provisions to the benefit of the CAR company housing the project.

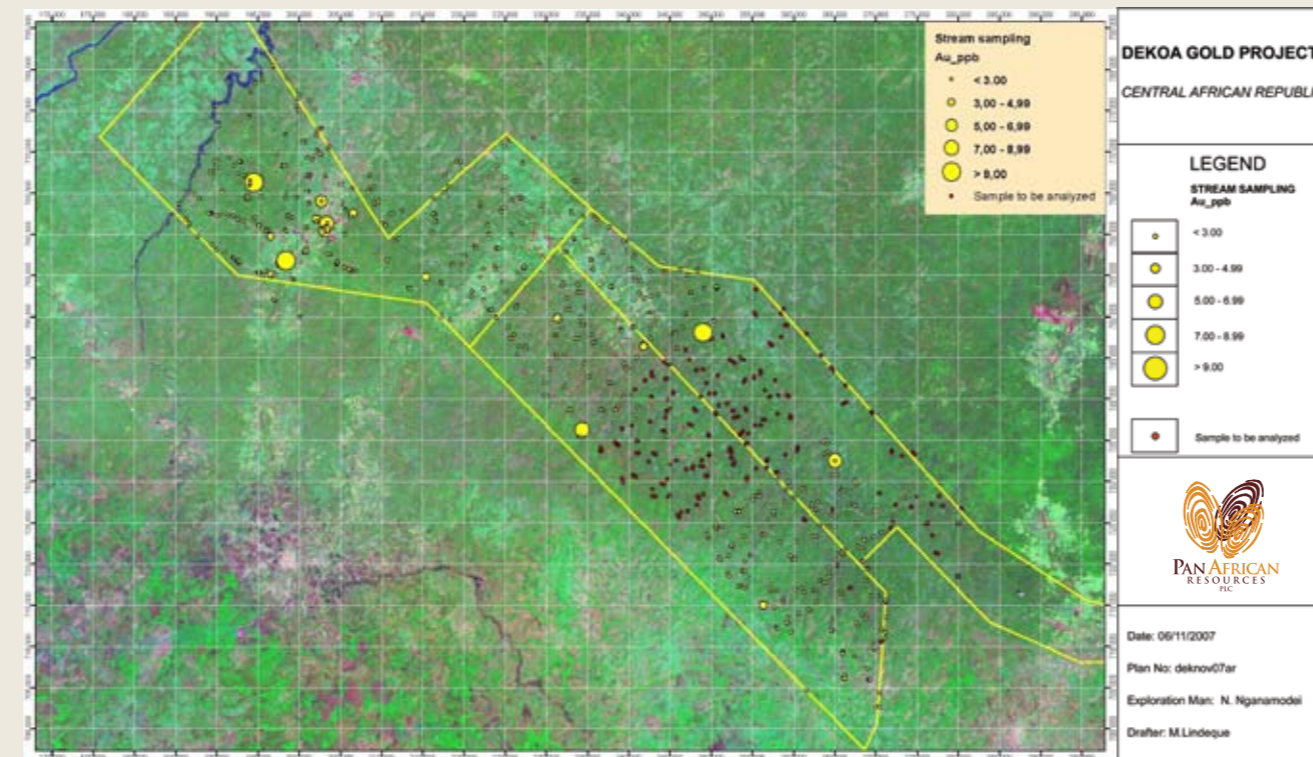
Adapted from Elsevier Science BV, 1998.



Maps

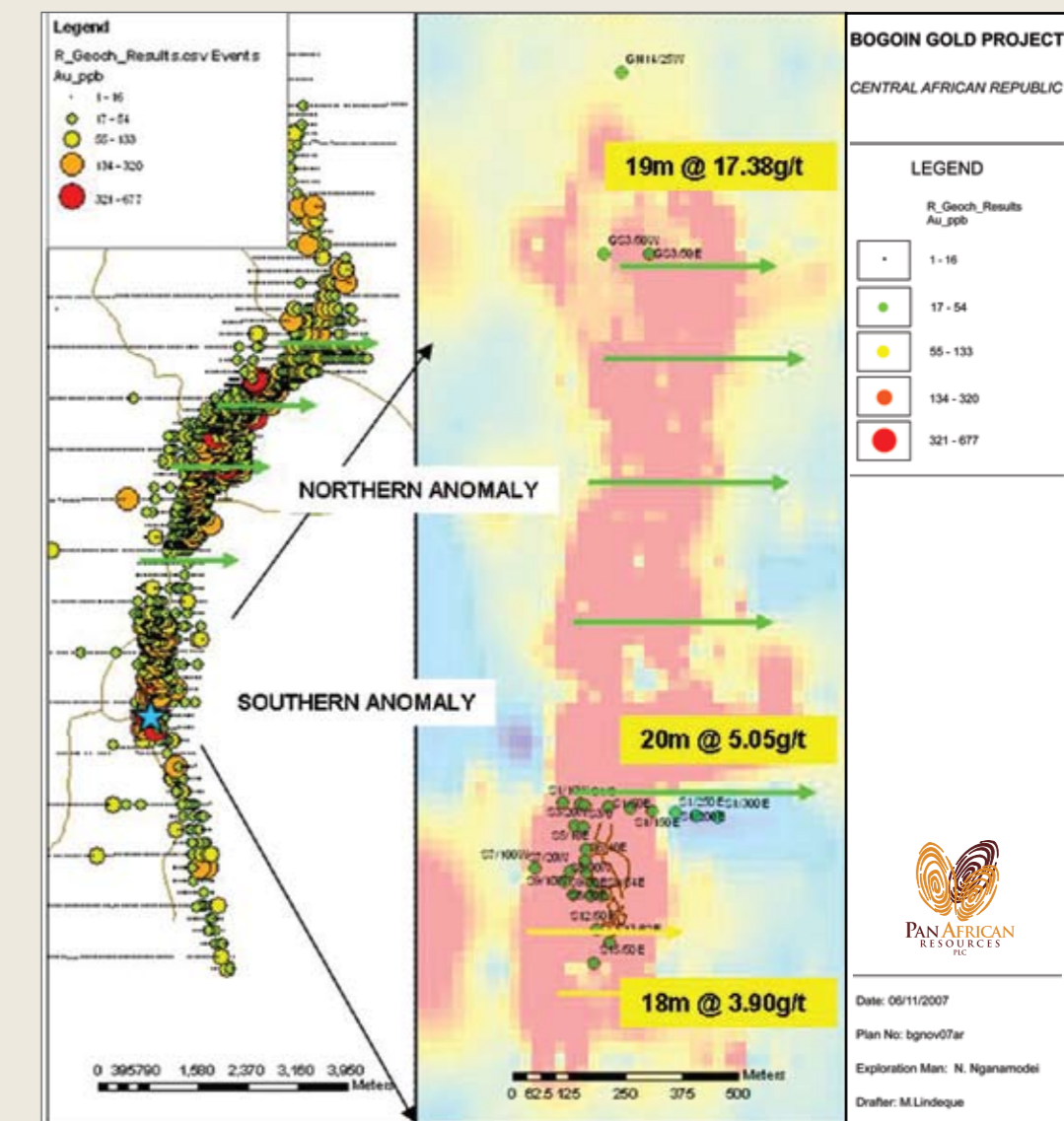


Regional locality plan of Central African Republic Project Areas.



Central African Republic – Dekoa Gold Project: Locality plan of stream sampling anomalies.

CENTRAL AFRICAN REPUBLIC



Central African Republic – Bogoin Gold Project: Gold-in-soil interpretation.



General Information

Type of Rock

- Meta-volcanics (ultramafics)
- Amphibolites
- Quartz-vein
- Porphyritic-Granodiaritic intrusions

Mineralisation

- Arsenopyrite (gold)
- Pyrite
- Pyrrhotite
- Free gold

Geological Setting

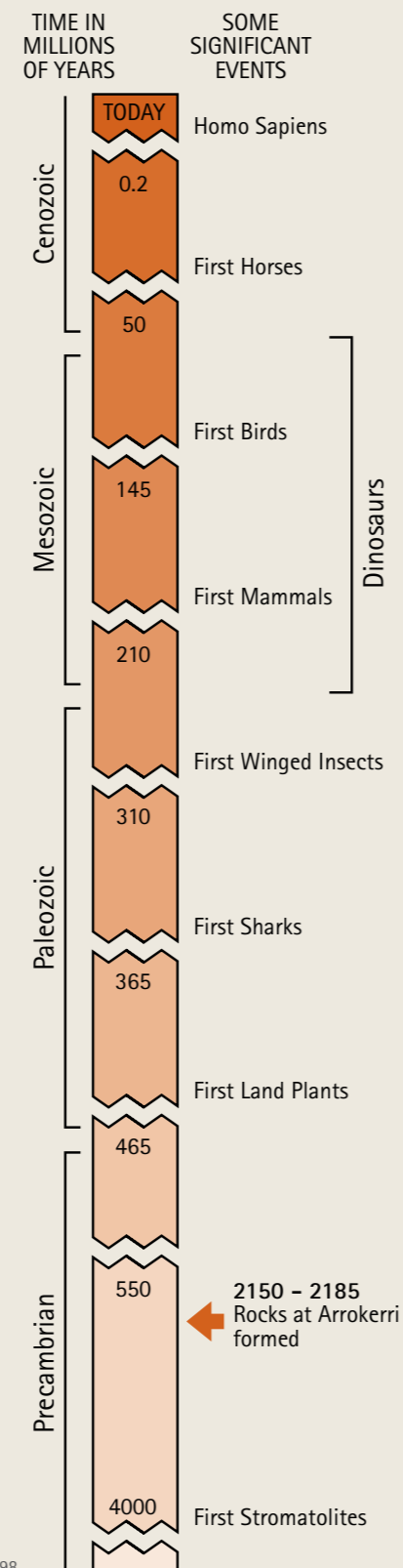
- Amphibolite facies

Historical Production

- 32Moz of historical gold production

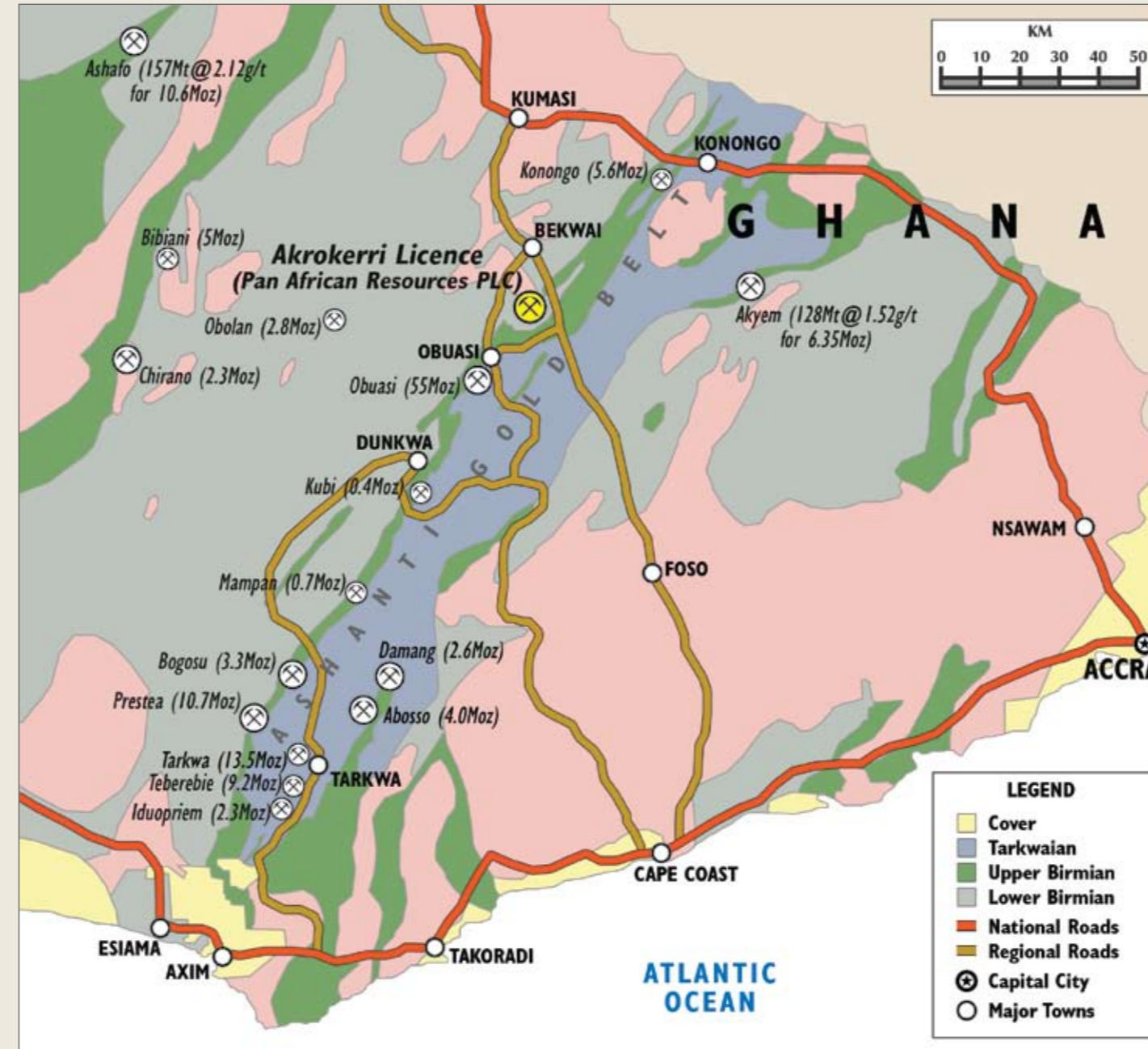
Mining legislation

Mining, prospecting and exploration is governed by the Minerals and Mining Act of 2006. Applications for mineral rights are made to the Minerals Commission which submit their recommendation to the Minister. Holders of mineral rights are required to pay an annual mineral fee to the Minerals Commission. Application may be made for a reconnaissance licence not exceeding a period of 12 months and for a prospecting licence granted for an initial period not exceeding three years. A prospecting licence may be extended for another period not exceeding three years. A mining lease can be applied for an initial term of thirty years and can be renewed for a further period of thirty years. Mineral rights are subject to certain exemptions and holders of such rights are allowed to capitalise expenditure. A mining lease is subject to royalties of between 3 per cent. and 6 per cent.



Adapted from Elsevier Science BV, 1998.

Maps



Southern Ghana - Regional Geology plan indicating position of Akrokkerri Gold exploration project.



GHANA

