



mineral resources & energy

Department:
Minerals Resources and Energy
REPUBLIC OF SOUTH AFRICA

Private Bag X59, Arcadia 0007, 71 Meintjies Street, 0002, Tell: 012 444 3999

Enquiries: Adv Mmadikeledi Malebe, Tel: 012 444 3977, E-mail: Mmadikeledi.Malebe@dmre.gov.za

INVITATION TO EXPRESS INTEREST IN THE QUATTRO SCHEME ALLOCATION FOR EXPORT COAL AT RICHARDS BAY COAL TERMINAL FOR A PERIOD OF TWO (02) YEARS FROM 1st APRIL 2022 – 31st MARCH 2024

1. Introduction

The Richard's Bay Coal Terminal (RBCT) allocated 4 million tons to emerging and junior Coal producers through the Quattro Scheme. The Scheme is designed to facilitate transformation in the coal mining industry by enabling emerging and Junior Coal producers actively producing export quality coal and have access to the export market through RBCT.

The Coal Industry Task Team (CITT) hereby issues an invitation to all Junior and Emerging Miners (as defined below) to express their interest participating in Quattro Scheme Allocation Process for the rail transportation of export coal to the Richards Bay Coal Terminal via an open, transparent and competitive award process.

2. The Quattro Scheme Allocation Process

2.1 Junior / Emerging Miners

For purposes of the Quattro Scheme Allocation Process a "Junior / Emerging Miner" is an entity that complies with all the following characteristics and requirements and is therefore legible to participate:

- the entity must be a company duly incorporated in terms of the Companies Act 71 of 2008;
- the entity must hold a valid "mining right" (as defined in the Mineral and Petroleum Resources Development Act, 28 of 2002) for the mining of coal;
- the entity must hold a valid B-BBEE certificate (issued by an independent SANAS accredited verification agency) with a contributor status level of at least 3;

- the entity must have a combined direct and/or indirect ownership (in the form of fully voting and participating shares) by "black people" (as this term is defined in the Broad-Based Black Economic Empowerment Act 53 of 2003) of at least 26%
- The applicant should comply with the Mining Charter of 2018.
- Actively mining coal or will start mining within a period 12 months of issuing of a mining right.

In addition, only Junior / Emerging Miners who produce and who seek to export RB1 and/or RB3 coal may participate in the Quattro Scheme Allocation Process.

Furthermore, Junior / Emerging Miners will be required to demonstrate that they own, are in the process of constructing or have secured access to and use of (for at least the duration of the Contract Period) a railway siding which can accommodate a train consisting of at least 100 rail wagons in respect of each single loading, or which will be capable of doing so from 1st April 2022. Mining permit holders, coal mining agents, coal traders, intermediaries, logistics and marketing companies may not participate in the Quattro Scheme Allocation Process.

2.2 Available Capacity

The aggregate allocation that is available to Junior / Emerging Miners in terms of the Quattro Scheme Allocation Process is 953 000 tonnes per annum. This serves to inform all Junior/Emerging Miners that applications for Quattro allocation are now open for twenty-one (21) working days with effect from the **01 September 2021**.

NB: Preference will be given to companies with high level of BEE ownership, including youth and women. The current Quattro members do not have to apply.

Closing date: 30 September 2021 at 16H00.

Contact Persons: Ntshale Phasha at (013) 653 0500 / 082 713 6145; email: Ntshale.Phasha@dmre.gov.za.



Adv. Mmadikeledi Malebe

CITT Chairperson

Date: 31 Aug 2021

APPLICATION FOR QUATTRO ALLOCATION YEAR 2022 - 2024

1. APPLICANT DETAILS	
1.1 Company name	
1.2 Legal structure <i>(Company or Close Corp)</i>	
1.3 Registration Number <i>(Attach certified copies of CM/CK papers)</i>	
1.4 .	
1.4.1 Mining right Ref no <i>(Attach MR copy)</i>	
1.4.2 Mining Right Registration number	
1.4.3 SARS -Export Licence copy	
1.4.4 Public liability insurance	
1.4.5 Letter of good standing	
1.5. Income Tax Number <i>(Attach Tax Pin certificate)</i>	
1.6. VAT Registration Number	
1.7	<i>(Administration)</i>
1.7.1 Registered Business Address	
1.7.2 Physical Address	
1.7.3 Postal Address	
1.7.4 Telephone Number <i>(Landline)</i>	
1.7.5 Facsimile	
1.7.6 Website	
1.8 Company Directors	<i>(Name and nature of directorship)</i>
1.8.1	
1.8.2	

1.8.3		
1.8.4		
1.8.5		
1.8.6		
1.9		
1.9.1 Contact Person (<i>Company Representative, Attach Resolution</i>)		
1.9.2 Name		
1.9.3 Telephone Number (<i>Landline</i>)		
1.9.4 Telephone Number (<i>Cell Phone</i>)		
1.9.5 E-mail Address		
2. OPERATION DETAILS		
2.1 Name of operation		
2.2 Operation Ownership		
2.3 If name and ownership differs with applicant, explain relation		
2.4 Reserves (<i>Life of mine</i>) (<i>Attach Reserve Statement</i>)		
2.5 Production capacity		
2.6 Coal Specifications (RB1 or RB3)	RB1	RB3
Net Calorific Value	minimum 5 850 kcal/kg CV	minimum 5 300 kcal/kg CV
Total Moisture	maximum 12%	maximum 14%
Volatile matter	minimum 22%	minimum 20%
Ash	maximum 15%	maximum 23%
Sulphur	maximum 1.00%	maximum 1.00%
2.7 Location of operation		
2.8 Supply (<i>indicate the company's end user supply information</i>)		
2.8.1 Direct access exports (FOB Basis)		
2.8.2 Domestic sales (Specify)		

2.8.3 On site Contact Person <i>(Contact Details)</i>	
2.8.6 Quattro Allocation (Max 400 000 tons per annum)	
2.9 Indicate whether the company has an existing contract with TFR	
2.10 Siding from which coal will be loaded <i>(Name and Number)</i>	
2.11 Indicate period of exports take off contracts	

3 BROAD BASED BLACK ECONOMIC EMPOWERMENT

3.1 OWNERSHIP

3.1.1 SINGLE ENTITY

3.1.1.1 Is there equity ownership by HDSA? Yes / No

3.1.1.2 If yes, what is the effective ownership by HDSA?

3.1.1.3 Furnish Shareholders Agreements, Share Registers & Certificates?
(Attach company organogram)

Shareholder's Name	Race	% Share

3.1.2 JOINT VENTURE

3.1.2.1 Each of the participating companies in the joint venture must furnish separate information on % work allocation and its Rand value, with necessary company details.
(Attach documentary proof of joint venture)

Name joint venture partner	% of work allocated to partner	Rand value of work

3.1.2.2 Is there equity ownership by HDSA? Yes / No					
3.1.2.3 If yes, what percentage equity is held by HDSAs in the JV?					
3.1.2.4 Furnish a list of Black shareholders within the JV <i>(Attach certified copies of shareholder's certificates as proof and company structure organogram)</i>					
Shareholder's Name		Gender		% Share	
3.2 Compliance with MPRDA and relevant Regulations					
3.2.1 Compliance status, any pending notices, directives and orders.					
Mine Economics					
Mine Environmental Management					
Social & Labour Plan					
Mine Health & Safety					
3.3 MANAGEMENT CONTROL					
3.3.1 What is the percentage participation of HDSA at board level?					
3.3.2 Provide a complete list of board members and indicate their voting rights <i>(Attach certified copies of shareholder's certificates as proof)</i>					
Name of person	Role	Race	Gender	Years within the company	% Time involvement with company
3.3.3 What is the percentage participation of HDSA at the following occupational categories?					
Senior Management			%		
Middle Management			%		
Junior Management			%		
Core & Critical Skills			%		

3.4 PROCUREMENT AND ENTERPRISE DEVELOPMENT

3.4.1 What is your company's total Rand value spend of total procurement, spent on products and services in the past 12 months.

3.4.2 Total Rand Value spend on HDSA procurement and enterprise development

3.4.4 Provide a list of HDSA suppliers and contact numbers, type of product/service and percentage HDSA shareholding in these businesses

Name of supplier	% HDSA shareholding	Contact Number	Annual Spend	Products/ Services
Spend on Capital Goods			%	
Spend on Services			%	
Spend on Consumables			%	

3.5 SKILLS DEVELOPMENT

3.5.1 How much is your annual total payroll?

3.5.2 What is the percentage contribution of total payroll towards skills development in the last 12 months?

3.5.3 Of this percentage, how much is utilised towards the development of core and critical skills?

(If yes, provide details and type of skills/technology, scope and HDSA company name and contact details)

3.6

3.6.1 Preference shall be granted to companies controlled and owned by HDSA especially those led by the Youth and Women.

3.7 DECLARATION

I _____ in my capacity as _____ declare that the information provided on this form is true and correct.

Signature _____ at _____

Date _____