



Block B, Wierda Gables
Inanda Greens Business Park
54 Wierda Road West
Wierda Valley
Sandton, 2146
Tel 011 783 4815
Fax 011 783 8555

Attention: Gesie Theron
Project Planner: Energy & Land Development
ArcelorMittal South Africa
Saldanha Works
Private Bag X11,
Saldanha,
7395

15th September 2016

Dear Gesie

Following our numerous discussions I provide herewith our letter of intent in respect of the organic waste material from the proposed the IPCSA project.

West Coast Power Solutions (Pty) Limited ("WCPS") is a business that was established in 2009 to develop, operate and manage biogas facilities for commercial clients in South Africa. The business seeks to participate in the development of the Renewable Energy ("RE") sector or the Green Economy, as it has widely become known as, in South Africa. The business aims to provide corporate clients with a more environmentally and sustainable energy source and also a viable alternative to traditional fossil fuel energy and electricity generation.

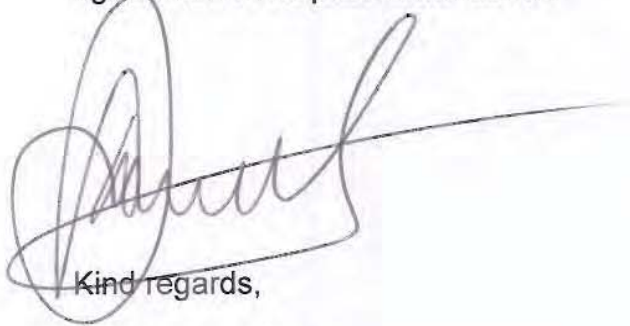
As you will no doubt be aware we signed a long term off take agreement with ArcelorMittal South Africa Limited ("AMSA") for the development, management and ultimate supply of a Biogas Plant to its Saldanha Steel plant. The biogas production serves as an alternative to LPG currently used in the steel furnace at the Saldanha Steel Plant. The benefit to AMSA of this development is the use of a more environmentally friendly gas, more price stability and ultimately a cost benefit to AMSA.

Saldanha Bay Municipality (SBM) has been approached to provide the organic feedstock (municipal solid wet waste) for the proposed Saldanha Biogas Plant to be erected at AMSA's Saldanha Plant.

A handwritten signature in blue ink, consisting of a large, stylized 'G' followed by a vertical line and a horizontal stroke, all enclosed within a circular flourish.

It is our firm intent to supplement the SBM feedstock with additional feedstock streams from the surrounding Saldanha area. In this regard we would be interested to receive all the organic waste including all municipal solid waste and sewerage waste as part of your disposal plans for the proposed IPCSA project. We hope to be able to finalise with you in due course the volumes of such organic waste streams.

I look forward to concluding our discussions and being able to finalise our agreement in respect of the above.

A handwritten signature in black ink, appearing to read 'Niezaam Davids', with a long horizontal flourish extending to the right.

Kind regards,

Niezaam Davids

Director