

05 May 2020

Exploration Right Number: 12/3/236

**Notification to Stakeholders: Environmental Compliance Audit letter related to
Exploration Right 12/3/236 EMPr, in accordance with section 34 of EIA Regulations GNR
326 of April 2017**

Dear Stakeholder

Notice is hereby given that Eni South Africa B.V. (hereafter referred to as Eni) appointed Environmental Resources Management Southern Africa (Pty) Ltd, (hereafter referred to as ERM) to prepare an environmental compliance audit in response to correspondence from PASA, and in accordance with section 34 of EIA Regulations, GNR 326 of April 2017.

Eni and Sasol Africa Limited (Sasol) hold an Exploration Right 12/3/236 (ER 236) off the East Coast of South Africa. The Exploration Right and approved Environmental Management Programme (EMPr) dated December 2012, originally covered an area of approximately 82,202 km², in the Durban and Zululand basins, off the East Coast of South Africa between Port Edward and the South African/Mozambican border. The granted (but not exercised) Reconnaissance Permit area overlapped with Impact Africa's Exploration Right Area, which was 10,059 km² in extent.

All data acquired under the Exploration Right which forms part of the holder's work programme commitments, have been licensed through multi-client sources. Therefore no proprietary operations or exploration activities have been initiated, and this EMPr has therefore never been exercised by the holders of ER236 to date.

Further to this, a high level review of the mitigation and management measures presented in the EMPr (dated 2012) indicates that appropriate mitigation and management topics are included in accordance with the NEMA, with MPRDA, and with relevant industry standards and international best practice. ERM is therefore of the opinion that the measures contained in the EMPr sufficiently provide for the avoidance, management and mitigation of key environmental impacts identified for future exploration activities, as defined in the Exploration Right.

The environmental compliance audit letter will be available at the following online address for 30 days < www.erm.com/eni-exploration-eia >. Kindly note that no comments on the content of the audit will be recorded or responded to, although should you have any queries related to the availability or accessibility of the audit, please forward them directly to Eni as per the contact details below:

Ms. Nicole Lomborg (Eni South Africa B.V.)

1st Floor Icon Building, Corner CubeWS,

Corner Lower Long & Hans Strijdom Road

Page 1 of 2

Email: nicole.lomberg@eni.com

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'S. Gopaul', is positioned above the printed name.

Stephanie Gopaul

Principal Consultant

ERM