

CLEARING PERMIT

Granted under section 51E of the Environmental Protection Act 1986

PERMIT DETAILS

Purpose Permit Number: 462 / 2 File Number: 19893 Duration of Permit: From 22 August 2005 to 22 August 2010

PERMIT HOLDER

Cazaly Resources Limited

LAND ON WHICH CLEARING IS TO BE DONE

L16/15	M16/36	M16/195	P16/1327
G16/10	M16/40	M16/198	P16/1367
L16/16	M16/52	M16/200	P16/1397
L16/20	M16/99	M16/306	P16/2255
L16/21	M16/139	M16/335	P16/2259
L16/46	M16/140	M16/451	P16/2262
M16/15	M16/152	M16/217	P16/2263
M16/17	M16/178	P16/1255	
M16/24	M16/189	P16/1254	

AUTHORISED ACTIVITY

Clearing of up to 100 hectares for the purposes of

1. Mining within the following tenements

L16/15	M16/17	M16/140	M16/306
G16/10	M16/24	M16/152	M16/335
L16/16	M16/36	M16/178	M16/451
L16/20	M16/40	M16/189	M16/217
L16/21	M16/52	M16/195	
L16/46	M16/99	M16/198	
M16/15	M16/139	M16/200	

and

2. Prospecting only within the following tenements:

P16/1255	P16/2255
P16/1254	P16/2259
P16/1327	P16/2262
P16/1367 P16/1397	P16/2263

Derek Carew-Hopkins

Chief Executive Officer, Department of Environment.

³ March 2006

CONDITIONS

- 1. The Permit Holder shall record the following for each instance of clearing:
- a) location where clearing occurred;
- b) purpose;
- c) area cleared in hectares; and
- d) area rehabilitated in hectares.
- 2. Prior to clearing an area labelled as Basalt Hills, Ironstone Sand Flats or Salmon Gum Broad Valley in *Appendix 3: Map for the Kunanalling Project survey area and Vegetation units, Flora Survey for Cazaly Resources of the Kunanalling Project, December 2004, Jims Seeds, Weeds & Trees Pty Ltd, the Permit Holder shall prepare and implement an environmental management plan. The environmental management plan shall include steps to control land degradation caused by the clearing including:*
 - a) a plan of the location of the proposed mining and exploration activity, haul roads, lay down area, camps, rock dumps and other supporting activities;
 - b) the location and design of any surface water engineering structures required for pit security as well as minimising the risk of soil erosion;
 - c) the strategies or prescriptions for the progressive rehabilitation of disturbed areas, rock dumps during the operation of the mine; and
 - d) a completion criteria for rehabilitated areas.
- 3. Prior to clearing, the site shall be walked in parallel transects 50m apart, inspected and surveyed by a fauna specialist who shall search for evidence of animal scats, foraging, tracks, diggings or burrows in order to determine if any specially protected fauna is present.
- 4. The Permit Holder shall record the following:
- a) findings of the fauna specialist as described under condition 3; and
- b) location of habitat (including hallows and nests) suitable for specially protected fauna.
- 5. The Permit Holder shall provide a report to the CEO by 1 February setting out the records required under condition 1 of this permit in relation to clearing carried out between 1 January and 31 December of the previous year.
- 6. The Permit Holder shall provide a copy of the environmental management plan required under condition 2 to the CEO by 1 February 2007.
- 7. The Permit Holder shall provide a report to the CEO setting out the records required under condition 4 of this permit prior to commencing clearing under this permit.

DEFINITIONS

Except as otherwise provided, terms used in this Permit have the meaning set out in *the Environmental Protection* Act 1986.

"fauna specialist" means a person with training and specific work experience in identification or faunal assemblage surveys of fauna species in Western Australia.

"specially protected fauna" means fauna that is declared to be protected fauna under section 14(2)(ba) of the *Wildlife Conservation Act 1950*.

Derek Carew-Hopkins

Chief Executive Officer, Department of Environment. 3 March 2006