



Ingwelala Share Block Limited

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16 April 2013

Message from the Chairman

Dear Members of Ingwelala

Introduction

Since my last Message in December 2012, numerous issues and developments have been taking place at Ingwelala, warranting an update on certain of these in an endeavor to keep you well informed. John Llewellyn also includes relevant items in his monthly Reserve Reports and I encourage you to read these regularly.

Dando Flood Restoration Progress

As we enter the 2nd quarter of 2013, I am pleased to report that all of those responsible for restoring Ingwelala after the Dando 2012 Flood have done a superlative job and completed almost all the milestones set for them. The residual items currently being tackled include the restoration of some Septic Tanks, permanent repair of Combretum/Nyati Drive on Buffelsbed and the rebuild of Bungalow #150. A few minor repairs are in hand improving storm water drainage in camp, some rising damp and small-scale thatch repairs, mostly at Staff housing.

The heavy rainfall that Ingwelala experienced in January this year negatively contributed to some rework on the roads and river crossings, but also contributed positively to the continuous flow of water through Ingwelala's river systems, reinforcing the huge benefit that the open system provides us (and why we must continue to maintain this as best we can).

The work of the Dando Sub-Committee has been successfully completed and the Sub-Committee officially de-commissioned.

Dams

You will recall that the Board has taken legal action to either prevent the reconstruction of the failed Dams on the Nhlalalumi and Ga-Sekobela Rivers upstream from Ingwelala on the Argyle and Peru farms, or force reconstruction compliance within the framework of the current environmental management legislation. The failed Dams are commonly referred to as Wilkens/Vyeboom Dam (close to Timbavati Crossing on Argyle), Peru Dam (close to the old Gomo Gomo Lodge), Argyle and Sobeli Dams (south of Motswari). This legal action has been successful so far and carries widespread support from stakeholders around Ingwelala.

The landowners of the respective failed Dams, Messrs Jan Wilkens; Carina Schmidt; Graskop Saagmeule (Pty) Ltd and Vicrina (Pty) Ltd, seem committed to effect repairs on the Argyle, Peru and Wilkens/Vyeboom Dams notwithstanding our opposition. In the interim, they have applied under the National Environmental Management Act, for rectification of reconstruction activity

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that they undertook last year without the required authorizations and permits (referred to as a Section 24G application). Ingwelala are registered as an Interested and Affected Party in terms of this legislative process, and have been ably assisted by the law firm ENS (Edward Nathan Sonnenberg Inc) in putting forward our position, opposition and comments in this regard.

I am delighted to report back that as a consequence of Ingwelala's active participation in this process, the aforementioned landowners have advised us, through their environmental management consultants, that Sobeli Dam will not be reconstructed and that arrangements are being made for its decommissioning and subsequent rehabilitation of the area.

Airstrip

Whilst it is generally recognized that Ingwelala has a reasonably good sand Airstrip, the extensive rains experienced during, and subsequent to, the Dando Flood have resulted in a huge drainage challenge in the middle area, causing soggy and unsafe conditions whenever it rains.

Until an appropriate and safe solution is found, the Board decided during its February 2013 Meeting to temporarily close the Airstrip until further notice. Discussions have been taking place with Members who are pilots and make use of the Airstrip. At the time of writing, Ingwelala has received some gentle rain, possibly enabling some compaction and leveling, but the long-term drainage remains a challenge and safety issue.

Op Goedehoop Dispute

The 2011 Ingwelala Annual Report sets out the background to the Op Goedehoop dispute between Ingwelala and Rodney Thorpe (refer to the Legal Committee section). Earlier attempts to resolve the matter failed and as a result the Board, after taking independent legal advice previously took the decision to proceed by way of an application to court to enforce Member's rights. The application became opposed and the next in the process was for the matter to be heard before a Judge of the North Gauteng High Court.

In an endeavor to move forward positively and resolve this matter without proceeding to Court, the Board has, following an off-the-record discussion with Rodney Thorpe and on advice of its Legal Sub-Committee, withdrawn the application and tendered costs. The possibility of formally sub-dividing Op Goedehoop as a permanent solution is currently being investigated (which carries Rodney Thorpe's approval in principle), as well as the establishment of a Joint Co-Operation Agreement between Ingwelala and Rodney Thorpe in the interim (or necessitated if sub-division fails). Ingwelala seeks to have access to the full 50% of the land area of Op Goedehoop that it is entitled to, rather than the lesser area currently being accessed.

Security

As anticipated, the dread of Rhino poaching is ever drawing nearer to the Umbabat and Ingwelala. During the last week, Olifants Private Nature Reserve posted a report of two adults and one yearling Rhino being poached on one of their properties, adjacent to the Klaserie cutline. Although we fortunately experienced both a rhino poaching free and crime incident free 2012, we cannot be complacent and have to continuously up our game. As part of further enhanced security measures, a surveillance video camera will be installed at the Ingwelala Gate, providing us with important evidence of entrants and exits, should this be required. We continue to house the Anti-poaching Unit on our property, contribute towards the costs of Ntomeni Rangers' broader Umbabat services as well as our own dedicated Rangers who patrol the Camp area and assist with hot pursuit operations.

UPNR Association Membership update

Since Ingwelala's November 2012 AGM, significant developments have taken place within the governance structures of the Umbabat, spearheaded by Ingwelala through the Nkorho PNRA. Currently, bi-lateral discussions are underway amongst Umbabat landowners to restructure the Umbabat PNR into a federal system, with the non-hunting areas (represented by Nkorho) and the hunting areas (represented by Group 13) each governing themselves under their own Constitutions. Considerations are being given as to the future role of the UPNRA under this federal system, common security issues as well as representation at the APNR level.

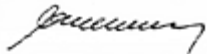
Member Discipline

In order to improve the efficiency of disciplinary action against Members who breach our Rules of acceptable conduct, the Board has delegated the authority to the Reserve Manager to take such action more timeously at the Reserve where this is appropriate.

Thank You

In conclusion, I would like to express the Board's and my sincere thanks to each and every Member for their patience and understanding during the disruptive post-Dando Flood period, as well as their continued support that makes Ingwelala the magic place that it is.

Sincerely



Kevin Alborough
Chairman