

# Montepuez Ruby Mine Resettlement Project – update

20 January 2020

## Background

Within Montepuez Ruby Mine’s (“MRM”) 340 square km concession there are five communities: Namanhumbir, Sede, Nanune, Nseue, Nthoro and Mpene. A number of these settlements are situated directly on potentially productive areas of the mining concession and it was determined that obligatory resettlements would be needed for MRM to access the ore-body contained within key areas of the concession. Throughout 2014, under the provisions made within Mozambique, MRM undertook the development of a resettlement action plan (“RAP”). This RAP not only followed national law, but followed international best practice including Performance Standard 5 (Land Acquisition and Involuntary Resettlement) of the International Financial Corporation Environmental & Social Performance Standards, as well as meeting the principles of Free, Prior and Informed Consent (“FPIC”). Following extensive consultation with the affected communities within the concession area and the authorities, the only village that was agreed to be relocated was the Nthoro, thus ensuring the MRM prioritised the avoidance of resettlement as part of this process.



Image: All houses have now been completed by the contractor

## Overall update since November 2019

Since the last update at the beginning of November 2019, the 105 residential houses have now been completed 7 weeks ahead of schedule. The public buildings are expected to be completed by the end

of February 2020. It is anticipated that inauguration by the Government of Mozambique will be sought thereafter in April 2020 and MRM expects the to-be-resettled community will move into their new houses soon after.

In the period since November 2019, the below is a summary of the main activities and events:

- The resettlement beneficiaries have regularly visited the site as a scheduled activity under the RAP Monitoring and Evaluation Plan and the RAP team continues to carry out regular community engagement activity
- RAP team held meeting with Government institutions and authorities, including; the Provincial Police Command regarding the construction of a local police post and Commanders' house; with the Provincial Geography & Cadastre Services regarding the procedure for issuing land rights ("DUAT") for the demarcation of the 210 hectares of agricultural land; with the Provincial Directorate of Public Works, Housing & Water Resources regarding complaints made by the Governor's office in 2019 and with the District & Provincial Resettlement Committee ("CSTASR")
- The RAP team has continued to update the database of the 105 families for the purposes of planning the integration of children in 2020 educational calendar
- IIAM (the Mozambique Agrarian Research Institute) concluded a soil study and land suitability for food and yield crops, in an adjacent block of 210 hectares (including the houses backyards). The preliminary Report was presented to MRM and the CTASR. The preliminary report outlined the demarcation of 210 hectares for the RAP livelihood restorations projects
- Agrourimi e Serviços EI, a consultancy, performed a rapid baseline survey in the to-be-resettled family's existing agricultural areas, the RAP area, Montepuez and Pemba. The baseline survey was designed to understand the markets, consumers and current status of logistics.
- Following certain observations from the representatives of the Governor's office during a visit made in October 2019 about the construction parameters, MRM submitted a letter to the Provincial Government as well as relevant ministries explaining that the units were constructed following norms as approved by the Government in a meeting held in Bilene in October 2016. On the advice of the Government of Mozambique, MRM took out a warranty with the contractor to ensure that any failures in the project would be rectified within 1 year of the completion of the RAP project.

- RAP team received samples of furniture to be provided for the relocated families for their evaluation and approval.

### Public buildings & utilities update

Considerable progress since the November 2019 update has been made regarding the public buildings and utilities, as outlined below:

#### Status of Public Buildings

Activities	Progress				
	School and teacher Houses	Police and House of the Police	Administrative Building and Community Hall	Churches and Mosque	Market
Allotment	100%	100%	100%	100%	100%
Foundation	100%	100%	100%	100%	100%
Masonry	100%	100%	100%	100%	80%
Roofing	100%	100%	100%	100%	100%
Plaster	100%	100%	100%	100%	90%
Floor	100%	100%	100%	100%	60%
Paint	80%	35%	10%	0%	0%
Electrics	55%	55%	40%	30%	0%
Doors and Windows	30%	30%	15%	0%	0%
Fencing	65%	60%	30%	100%	100%
Building completed	0%	0%	0%	0%	0%
<b>Overall Progress</b>	80%	80%	75%	60%	60%

#### Status of the Water and Power

Water		Power	
Activities	Progress	Activities	Progress
Water Tanks Deposit	80%	Installation of Main Line – 33kva	90%

Main Line	75%	Installation of Secondary Line – 400v line	60%
Secondary Lines	60%	Installation of Transformers	0%
Connections*	0%	Connections*	0%
<b>Overall</b>	<b>60%</b>	<b>Overall</b>	<b>40%</b>

\* Connections to mains water and/or power is the responsibility of the incoming homeowner



Image: Ongoing community engagement meetings with the to-be-resettled families



Image: Public buildings nearing completion