

Dear Digital Blak Global Group/The Alchemists,

Date: **4 August 2023**

By way of update, Schindlers Si Proprietary Limited were instructed to conduct high level due diligence on the mining claim held by Wish-Bird Investments (Private) Limited ("**Wish-Bird**") in Zimbabwe (the "**Claim**"), which is to be acquired by Quindo Global Investment Group (the "**Proposed Transaction**") and this Claim is to form the subject matter of the subsequent transfer of the Claim to Digital Blak Global Group/The Alchemists.

In order to do so, we instructed local counsel in Zimbabwe to attend to same, they duly attended at the relevant Ministry of Mining this week to independently search the records and to verify the certificate of registration after transfer of the Claim provided by Wish-Bird, and have informed us as follows:

1. that the ownership status of Wish-Bird in terms of the Claim is valid;
2. that there are no liens, or any registered encumbrances indicated in the reef card in respect of the Claim;
3. that the first annual inspection fee for the claim is due on 2 September 2023 and the remainder on 2 March 2024 (meaning that the Claim is currently up to date and valid until March 2024 and not subject to any potential forfeiture);
4. that they independently verified the site maps and the schedule beacon coordinates of the Claim;
5. that no encroachment dispute has been lodged and that the coordinates are in good standing;
6. that no notice for attendances to beacons have been instituted by the Provincial Mining Director in respect of the Claim; and
7. that they conducted searches at the Ministry to confirm whether there are any cases or complaints against Wish-Bird and that they could not identify any cases in the records and on this basis that as at 25 July 2023, the Claim and Wish-Bird were in good standing.

Local counsel noted that there are, in their view, low perceived risks in respect of the Proposed Transaction in respect of the validity of the mining right, as all payments required at the Ministry have been made and the clearance certificate has been filed. Local counsel has advised that we conduct additional due diligence prior to proceeding with the Proposed Transaction, in relation to the valuation of the claim (there being a difference between the value of the mining claim on the deed and under the purchase agreement) and that the CGT certificate for the first transaction be provided to the purchaser as part of the sale. Neither of these would however affect the validity of the Claim itself.

At this stage, local counsel is also awaiting the return of the Provincial Mining Director for the relevant region (who is currently out of office) to receive the written confirmation of the validity of the Claim from the relevant Ministry itself.

Kind regards,

Schindlers Si Proprietary Limited

