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JUSTICE FOUNDATION FOR PORCERA LIMITED

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Date: 26th April, 2021

Hon. James Marape, MP

Prime Minister of Papua New Guinea Office of the Prime Minister 5th Floor, Morauta Haus PO Box 639 Waigani National Capital District

Dear Prime Minister,

"By Hand Delivery"

RE: PROGERA GOLD MINE PROJECT & THE 24 PORGERA SML CLAN AGENTS

We write in references to the above and advise that Justice Foundation represents the interests of the undersigned clan agents.

We write to you in the following:

PURPORTED FRAMEWORK AGREEMENT

- 1. We firstly refer to the purported **Framework Agreement** executed between the State and Barrick (Niugini) Ltd (Barrick) on Friday, 09th April, 2021.
- Despite our numerous protests and objections that Barrick <u>MUST NOT</u> return to Porgera, you
 refused to give any consideration to our positions and negotiated in secrecy with Barrick and
 committed the State to sign the purported Framework Agreement.
- 3. During the October 2020 parliament sitting, you requested us to furnish to you our positions by way of a resolution. We did provide you a copy of the resolution dated 02nd October, 2020. Our main position amongst others was that Barrick MUST NOT return to mine gold in Porgera. We are aware that you used our resolution in parliament to defend your government's decision of 27th April, 2020 to refuse the renewal of Special Mining Lease 1 (SML1).

- 4. We also note that 15% equity has been purportedly allocated to Mineral Resources Enga Ltd (MRE) through the purported Framework Agreement. You promised us on several occasions that we would have better equity holding in the mine, than the landowners of the Ok Tedi project. Our expectations therefore, were that we would acquire more than 33% equity in the mine going forward; and that we would participate separately in the mine. We wanted additional equity to rehabilitate the destructions caused by the past 30 years operation of the mine to our livelihood and environment, and for future sustainability of our after-mine life.
- 5. We have also been made aware that MRE was named as a party to the purported Framework Agreement but the board of MRE unilaterally refused to sign on the basis that it was not a party to the negotiation of the purported Framework Agreement. We are told that MRE was not invited to the negotiations process, but somehow expected them to sign the purported Framework Agreement on their part without seeing a copy.
- 6. As you are well aware, such conduct to negotiate a significant agreement in secrecy and then to invite a party to execute at the eleventh hour is undemocratic and in breach of the Constitution and the Mining Act 1992 (as amended). As landowners and shareholders of MRE, we are not happy with the manner in which the entire deal was negotiated and purportedly executed.
- 7. We demanded that Barrick MUST NOT return not only because we would be deprived of our chances to own substantial equity in the mine; but also because of the history of Barrick's past conduct including rapes of women and girls by its employees; human rights violations; environment pollutions; failure to resettle the landowners away from the SML area; and various other legacy issues that are outstanding and unsettled. Barrick is therefore not a fit and proper person to hold any further mining rights in PNG.
- 8. However, the agreement you and your State Negotiation Team (SNT) negotiated with a third-party (Barrick) to the exclusion of the landowners, in violation of the Constitution and Mining Act 1992 (as amended), has resulted in the deprivation of our rights, and shattered the sustainability of our future, after the conclusion of mining in Porgera.

DEVELOPMENT FORUM

- 9. We also note that the government intends to convene a development forum to reach agreements with the landowners and the Enga Provincial Government, to share the 51% equity, and other matters in relation to the operation of the Porgera Gold Mine project.
- 10. However, we are not aware of the contents of the purported Frame Work Agreement. We therefore request that you to provide us a copy of the purported Framework Agreement so that we are well informed in preparation for the anticipated development forum.
- 11. We further advise that the development forum process was first initiated in the country in 1989 or thereabouts on the Porgera project, because of our demands to be consulted at that

time. The forum process was set up by the then Namaliu Government and negotiations commenced and completed eight (8) months later, which resulted in three (3) separate Memorandum of Agreements (MOA) being signed at the Parliament House on 12th May, 1989.

- 12. We note that, at that time, there were no significant issues about the mine, as all landowners were in favor for mining to commence on their land. The circumstances are however, quite different today with most landowners opposing Barrick's return, and many more clans being affected by the past mining activity. As such, we expect that the negotiations will take between 18 months to 2 years.
- 13. It is therefore important that the landowners will need to first discuss among the three main SML landowner factions, and the LMPs and Riverine landowners to appoint their negotiation team to commence the development forum process. We also expect that the LMP and Riverine landowners would want to negotiate separately from the SML landowners.
- 14. We reiterate that the development forum process is not a one-day event as may be speculated by many government officials. As such, it is only fair that we be provided with a copy of the purported Framework Agreement so that we can get ourselves prepared to negotiate with EPG, the State, and possibly the mining company.

CLAN AGENTS

- 15. We further note that there appears to be many different interest groups holding out to represent the Porgera SML landowners, causing confusions.
- 16. Though some of these interest groups may be lawfully nominated to represent the landowners for certain purposes, we advise that the right of negotiating any future agreements in relation to the project remains the lawful duty of the 24 Clan Agents, who are the signatories to the Memorandum of Agreement of 1989. These 24 Clan Agents were appointed pursuant to Section 74 of the Land Act Ch. 195 (repealed), and remain the lawful representatives to conduct dealings, including negotiating and signing agreements, for and on behalf of the 24 clans of the SML area.
- 17. We also advise that eleven (11) of the original Clan Agents of 1989 have passed on, and they have been replaced by their heirs pursuant to the hereditary rights under the Ipili Custom. The replacement agents have been discharging obligation such as distributing benefits from the mine to their clan members, and have been recognised as the clan agents by their respective clan members.
- TABLE 1: The Table below provides the list of Clan Agents, both surviving agents who had signed the 1989 MOA of Porgera Gold Mine, and the replacements of the deceased agents.

No.	Name	Tribe	Clan	Status
1.	Nixon Mangape	Tieni	Wuape	Alive
2.	Ipaia Lara	Tieni	Kaimalo	Alive
3.	John Kulina	Tieni	Lakima	Alive
4.	Ekale Kangalia	Tieni	Akira	Alive
5.	Kimaleya Ondalane	Tieni	Yagua	Alive
6.	Sakarias Kiwale	Angalaini	Diwi/Yakiale	Alive
7.	Pawe Menepa	Angalaini	Oyopen	Alive
8.	Jolson Kutato	Angalaini	Piko	Alive
9.	Kule Layo	Pulumiani	Ambo/ Wangia	Alive
10.	Yanale Lare	Pulumaini	Ambo/ Amu	Alive
11.	Pera Itawi	Pulumaini	Ambo/ Gai	Alive
12.	Unjali Koakali	Anga	Waree	Alive
13.	Pala Teya	Pulumaini	Ambo/ Paramba	Alive
14	Samuel Pawaipa Hamaga	Tuanda	Yapala	Replacement
15.	Oyomo Ambi Kipu	Tuanda	Ulupa	Replacement
16.	Mark Tony Ekepa	Mamai	Kenja	Replacement
17.	Pep Buk Yambu	Mamai	Andopo	Replacement
18.	Ruben Nalepe	Pulumaini	Ambo/Endeme	Replacement
19.	Thomas Andita	Pulumaini	Ambo/ Yuga	Replacement
20.	Nelson Akiko	Tieni	Wagialo	Replacement
-	Philip Kapia	Waiwa	Yaliape	Replacement
21.	and the same of th			
	Bill Yanguan	Wawa	Luanda	
21. 22. 23		Wawa Angalani	Luanda Huliwali	Replacement Replacement

- 18. We would also like to clarify that the entity Porgera Landowners Association Inc. (PLOA), has never been mandated to represent the interests of the landowners to negotiate the future agreement(s) of the Porgera project.
- 19. We advise that the National Court ruling in OS NO. 548 OF 2018, a court battle challenging the election of Ruben Nalepe by Tonny Mark Ekepa over the Chairmanship of the PLOA had been determined. The Court saw it fit to dismiss the entire proceedings due to the violation and abuse of the Association's own constitution and the tempering of IPA records to purportedly change Clan Agents. The Court in its observations did not recognized either Nalepe or Ekepa, however recognized the original Clan Agents and went on further to add that the PLOA remains "dysfunctional".
- 20. This therefore means that any purportedly appointed subordinate committee, delegation of powers, or any representation for the landowners claimed to be derived from the PLOA is unlawful, and must <u>not</u> be entertained.

21. We therefore advise that the State deal with the above-named clan agents **only**, and no one else!

CONCLUSION

- 22. We conclude by requesting that the State furnish to us a copy of the purported Framework Agreement so that we are aware and prepared for the proposed development forum.
- 23. We also advise you in no uncertain terms that the 24 Clan Agents that are listed under Table 1 of this letters are the legitimate representatives of the SML landowners, that the State must invite to negotiate and agree on the future of the Project.

We reserve all our rights in law.

Yours faithfully,

Jonathan Paraia

Chairman & Senior Landowner Leader

No	Agent's Name	Tribe	Clan	Signature
	Ruben Loli Nalepe	Pulumani	Ambo-Endeme	6
	Kimalea Ondalane	Tieni	Yangua	Ohmen
	Kule Layo	Pulumaini	Ambo-Wagia	(1)
	Yanale Lare	Pulumaini	Ambo-Amu	wy
	Nelson Akiko	Tieni	Waingolo	1. 1.40
	Pera Itawi	Pulumaini	Ambo-Gai	Maryan
	Pawe Menepa	Angalaini	Oyopene	AUG.
	Buka Unjiali	Anga	Warae	AN SOUTHBURY LAPROPERA
	Bill Yanguan	Waiwa	Lunda	for F. TPARA 17
	Thomas Andita	Pulumaini	Yunga - Nalape	BC Man == 2
	Loo Eno	Pulumaini	Yunga - Epeya	John Imfan

Yapala

INTERPRETATION CLAUSE

I am conversant with the Ipili, Enga and English languages. The Clan Agents are conversant with the Ipili language of Enga Province.

I interpreted the contents of this letter by Porgera Special Mining Lease Landowners to the above-named clan agents individually in their Ipili language and they seemed to understand and agreed with the contents of this letter and signed.

LOURINIER HILTON PARAIA Witness Name Signature Cc: Hon Johnson Tuke, MP Minister for Mining Cc: Amb Ivan Pomaleu MINING. Secretary - Department of Prime Minister & NEC CORPORATE RELATIONS Cc: Dr John Kuwimb, PhD Managing Director - Kumul Minerals Holdings Ltd 26 APR 2021 PORT MORESBY Cc: Mr Jerry Garry DATE RECEIVED Managing Director - Mineral Resources Authority Cc: Mr Dairi Vele Secretary - Department of Treasury Cc: Mr Harry Kore, LLB Secretary - Department of Mineral Policy & Geo-Hazard Management RECEIVED Mr Daniel Rolpagarea, LLB Cc: State Solicitor OFFICE OF THE SECRETARY rand Designation: Time: FFICE OF THE Date: SECRETARY MENT OF Signature: RECEIVED BY: CECILIA: N Signature: Date: 26/04