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Eskom Holdings Ltd

Second Key Stakeholder Meeting between Eskom and Topigs SA

Wednesday, 19 August 2009 at 15:30

Topigs offices, 318 The Hillside, Lynnwood, Pretoria

ACTION

1. Present

Topigs SA:

Dr Danie Visser – (Managing Director) Dr Pieter Vervoort – (Director and shareholder) Reinder Groenewald – (Financial Manager)

Eskom:

Deidre Herbst – Generation (Senior Manager Environmental Management)
Joyce Mashiteng – Transmission (Environmental Manager)
Shamiel Jappie – Kusile Power Station
Tobile Bokwe – Generation (Project Manager for the railway EIA)
Vuledzani Thanyani – Transmission (Project Manager for the Transmission line EIAs)
Dean Wilson – Transmission (Chief Negotiator)
Esther Appleyard – Primary Energy
Meshack Hlongwane – Stakeholder Relations

KV3:

Ferdi Boshoff - Engineer

Zitholele Consulting:

Mpetjane Kgole

Jacqui Hex - Environmental Scientist Anelle Odendaal – Public Participation Practitioner

2. Apologies

Gerhard Braak – Topigs SA (Director and shareholder of Topigs, but also Chairman of the SA Pork Producers Organisation of SA (SAPPO))

Johan van der Walt – Topigs SA (Director and shareholder) Representatives from Eskom Distribution

3. Welcome and Introductions

Dr Pieter Vervoort welcomed all and thanked Eskom for attending the meeting. All had the opportunity to introduce themselves.

ACTION

JH

Minutes of the previous meeting and matter arising 4.

The following corrections to the minutes of the previous meeting (20 March 2009) were tabled:

- a) Topigs SA is the second largest producer of pork genetics in southern Africa
- b) Bravo is the previous name for Kusile Power Station

The minutes were adopted as a true reflection of the proceedings of the previous meeting.

5. Overview of the latest developments planned by Eskom

5.1 **Transmission lines**

Ms Joyce Mashiteng informed that nothing in terms of the status with the proposed transmission lines for the integrations project has changed. The planning still remains the same.

Environmental authorisation was received for Bravo 1 and 2 and Eskom is still awaiting authorisation for Bravo 3, 4 and 5 - the proposed transmission projects around the Kusile Power Station. These authorisations are expected in September 2009. It was mentioned that the Department of Environmental Affairs (DEA) requested to visit the proposed sites where Eskom plan the lines. JH said that the site visit is being planned for the last week in August 2009.

When the authorisations are granted, Zitholele Consulting will communicate to all stakeholders the status of the decision by DEA. Topigs SA will also then receive the notification. Mr Dean Wilson confirmed that the Eskom negotiation team will communicate to all directly affected landowners once the environmental authorisations are received.

5.2 Railway line

Ms Jacqui Hex thanked Dr Danie Visser for attending the public meeting and open house that was held on 6 August 2009 to present the contents of the Draft Scoping Report which was available for public comment until 27 August 2009.

The following points were raised about the proposed railway line:

- All three proposed alternatives cross the Topigs SA farm.
- Based on information gathered thus far, the most unlikely alternative is the s-curved route (alternative 2).

JH will provide Topigs SA with the coordinates of the corridor alternatives.

Topigs SA will not give access to their property if arrangements are not made well in advance.

ACTION

- The railway servitude will be between 35 50m at most, but the EIA studies are undertaken on a 500m wide corridor.
- Should corridor alternative 1 or 3 be recommended for the railway line, it would result in the loss of about 70 hectares of the Topigs SA farm that will be cut off from the rest of their farm land. This portion is on the north-east corner of Topigs SA's land.
- Eskom has to provide safe access to the land that may potentially be cut off with recommendation and approval of these corridors.
- Topigs SA mentioned that they would like to negotiate with Eskom on investigating the possibility that Eskom buys the portion that may be cut off so that the railway servitude may become a border of their land.
- Topigs SA bought the farm for its isolation and for the safety associated with that. Dr Vervoort highlighted that these considerations are now seriously being compromised by Eskom's proposed developments.
- Topigs SA is very concerned about the generally poor safety that is associated with railway lines and their maintenance roads, especially due to the access that it provides.
- Topigs SA also mentioned serious incidences of crime that occurred on the farm in the past six weeks.

5.3 Water pipeline from Kendal power station

Mr Tobile Bokwe mentioned that a water pipeline was proposed from Kendal to Kusile Power Station to augment water supplies. This activity was approved with the Kusile power station EIA process.

5.4 Kendal construction village

A village for accommodation of construction workers is proposed within the Kendal Power Station premises. The workers will be transported by bus on a daily basis to Kusile Power Station. No workers will stay at Kusile Power Station – not during or after construction. The Basic Assessment for the proposed development will soon be out on public comment and Topigs SA will be notified of the process and will be invited to comment. The Basic Assessment process is being undertaken by Envirolution.

Topigs SA had no comment, but expressed their satisfaction with the Eskom policy that people will not permanently reside at the power station.

5.5 Access road

The following comments were raised about access roads:

- Topigs SA requires a 5km pig free zone around their buildings,

ACTION

thus a public road where pigs can be transported poses a serious risk to their total disease free operation.

- Clarity is required on the proposed status of the R545. Eskom Eskom will provide the information that is at their disposal.
- The access road to the power station was part of the Environmental Authorisation granted for the construction of the power station.
- Topigs SA stated that they were not consulted in the EIA for the Kusile Power Station and had therefore not been provided the opportunity to comment on the access road. Mr Bokwe will verify if Topigs SA was a stakeholder in the EIA process for the power station.

6. Impact on proposed Eskom infrastructure on Topics SA

6.1 Wetlands and water resources

Eskom stated that they are already in the process of monitoring water resources around Kusile Power Station to determine what impact the construction has on the resource. In terms of monitoring the following is being done by Eskom:

- Groundwater monitoring: samples of groundwater are taken and analysed monthly in boreholes drilled by Eskom in a radius of 3km from the power station. Reports are available at station as records.
- Surface water in streams and wetlands are monitored monthly and the latest results show high levels of turbidity. Eskom is continuously planning improvements on their stormwater management system.
- Aquatic monitoring is conducted bi-annually whereby the aquatic environment is assessed and living organisms are shocked and analysed to determine the stream and river health.
- A wetland delineation study was undertaken to ensure that Eskom infrastructure is constructed outside the existing wetland footprints on the Eskom land.

Eskom agreed to make arrangements for copies of all monitoring of water resources available to Topigs SA.

Topigs SA raised the following concerns:

 Topigs SA drilled boreholes on various locations on their land for monitoring of groundwater as groundwater is their only approved source of water used in the operations. They are monitoring the water on a regular basis. Dr Vervoort asked if Eskom is willing to contribute financially to their monitoring programme.

ACTION

- Topigs SA stated their serious concerns with water quality, since it will have a direct negative impact on their operation.

The wetlands in the area are severely impacted on and it has a direct negative impact on the quality of surface water. The Klipfonteinspruit also carried an increased water quantity recently and Dr Vervoort asked whether Eskom discharges into the spruit. Eskom responded that they do not discharge anything into the spruit, but that surface water from their construction operations may have a slight impact. However Eskom is continuously improving on the stormwater management. Eskom also suggested that Topigs SA contacts the Department of Water Affairs to investigate what seems to be discharge releases into the spruit.

6.2 Security

Topigs SA is very concerned about security as mentioned earlier and would like to work closely with Eskom to prevent any crime in the area.

Proper fencing around the railway line and the proposed maintenance road is pertinent to ensure the status of a 5km pig free zone, but also to ensure that there is no public access through the Topigs SA farm.

Eskom will arrange for Topigs SA management to meet with Eskom's protective services. It was agreed by all that safety and security is a priority for neighbouring farms to the power stations and that neighbours, Eskom and the police should be informed of incidences and work together to prevent crime.

Eskom engages with the police in the larger area around the power station to make sure that they have the necessary intelligence to safeguard their property and people as far as possible.

Mr Wilson commented that special security interventions during construction operations are necessary. Security and crime prevention after construction needs a different set of principles than during construction operations.

Ms Deidre Herbst will contact Dr Visser to meet specifically with DH regards to safety and security.

7. Mine infrastructure development

Eskom confirmed that they will obtain most of the coal required for Kusile Power Station from Anglo coal's New Largo operations, south east of the Kusile Power Station.

Anglo shortly has to commence with their EIA studies toward obtaining environmental authorisation for the proposed operations.

Eskom suggested to Topigs SA to contact Department of Minerals

ACTION

(DoM) to find out which other companies are proposing to mine in AO the area. Ms Anelle Odendaal said that she will put Topigs SA in contact with another consultant that does work for Anglo. Ms Esther EA Appleyard said that she will provide the detail that she has on mine operations in the area to Dr Visser.

Project No: 12202

General discussion

The following were listed for noting:

- Topigs SA would like to know who Eskom's land has been leased to. Topigs SA's concern is based on their location requirement of a 5km radius in which there would not be other pigs. This was substantiated by Topigs SA's risk of potential disease spreading, since they breed disease-free pigs.
- Eskom proposes to conduct an EIA for the proposed construction of a 60-year ash dump near the Kusile Power Station. Topigs SA was urged to participate in the processes once the opportunity is advertised. Ms Herbst explained that the ash dump was originally part of the power station EIA, but due to wetland delineation studies, it became apparent that the placement of an ash dump requires further assessments.
- Eskom has a Zero Liquid Effluent Discharge philosophy therefore all water used in station operations will not be discharged, but will be recycled for reuse in station requirements. Kusile power station is designed to use less water, due to its cooling system, than some of the older power stations on the Highveld.
- The proposed ash dump will be designed according to the latest technology to avoid environmental impacts.
- The letter received by Topigs SA on the deferment of undertaking a quantitative risk assessment for the construction of the Kusile Power Station was explained by Mr Bokwe. Topigs SA had no further comments on the matter.
- Dr Vervoort asked that Eskom provides the details on the final Eskom fencing arrangement of the power station. He wanted to know whether the station and its infrastructure will be fenced off or whether Eskom's land will be fenced off. Eskom will provide the details.

10 Closure

Ms Deidre Herbst and Dr Vervoort thanked the attendees for participation in the meeting. Dr Vervoort asked that the actions listed be responded to in a week's time (26 August 2009). The meeting closed at 16:45.

Environmental Impact Assessment

Kusile Railway Project: Proposed construction of a railway line (and associated infrastructure) from the existing Pretoria-Witbank railway (parallel to the N4) to the Kusile Power Station

(DWEA Ref No 12/12/20/1488)

EIA Public Participation Office Zitholele Consulting (Pty) Ltd P O Box 6002, Halfway House, 1685 Tel (011) 254-4855/4905 Fax (011) 805-2100 Email: aodendaal@zitholele.co.za or patiswam@zitholele.co.za

17 July 2009

Dear Stakeholder

DRAFT SCOPING REPORT AVAILABLE FOR PUBLIC COMMENT (27 JULY 2009 TO 27 AUGUST 2009) AND AN INVITATION TO A PUBLIC MEETING ON 6 AUGUST 2009 TO DISCUSS THE REPORT

The Background Information Document and the invitation letter to participate in the Environmental Impact Assessment (EIA) process for the proposed construction and operation of a railway line, and associated infrastructure, to connect Kusile Power Station to the existing Pretoria-Witbank railway line (that runs parallel to the N4) were distributed during June 2009.

Zitholele trusts that you received the documents and wishes to extend sincere thanks to those stakeholders who have submitted contributions. Please be assured that the issues you have raised will be considered in the EIA technical specialists' studies as the next phase of the EIA process.

AVAILABILITY OF DRAFT SCOPING REPORT FOR PUBLIC REVIEW FROM 27 JULY TO 27 AUGUST 2009

In accordance with the EIA Regulations, one of the purposes of a scoping process is to identify issues related to a project, by the project team, and to provide an opportunity for the public to comment, identify issues and concerns regarding the activity and/or alternatives, suggesting ways of avoiding, reducing or mitigating negative impacts of an activity and enhancing positive impacts. Issues and concerns raised by the public, along with issues identified by the environmental technical specialists, will be used to define the Terms of Reference for the Specialist Studies that will be conducted during the Impact Assessment Phase of the EIA. The Draft Scoping Report (DSR) also allows Interested and Affected Parties (I&APs) to verify that their contributions have been captured and correctly understood.

The DSR will be available for public review for a period of **four weeks (from Monday, 27 July to Thursday, 27 August 2009**). Thereafter, the report will be updated and submitted to the lead authority for the EIA, the National Department of Water and Environmental Affairs (DWEA) that will consider the scope to be covered by the Specialist Studies, after which the studies may proceed. The key commenting authorities, the Gauteng Department of Agriculture and Rural Development and the Mpumalanga Department of Economic Development, Environment and Tourism, will also be afforded the opportunity to provide comments on the DSR.

Please use the **enclosed** form to request your own electronic copy of the DSR if you intend to comment. In addition, the DSR will be available at the public places listed below. The DSR will also be available on the Eskom website (www.eskom.co.za/eia/Kusile rail) from 27 July 2007.

List of Public Places

Contact	Location	Address	City	Contact Tel
Ms Lindi Van Papendorp	Witbank Public Library	Cnr Elizabeth and Hofmeyer Streets	Witbank	Tel: (013) 690 6229
Ms Brenda Smith	Kungwini Public Library	Cnr Mark and Botha Streets	Bronkhorst- spruit	Tel: (013) 932 6305

You are requested to comment on the DSR in any of the following ways:

- By completing the comment sheet enclosed with the reports;
- By writing a letter, or producing additional written submissions;
- By email or telephone to the public participation office; or
- By attending the public meeting (see below for details).

INVITATION TO A OPEN HOUSE AND PUBLIC MEETING ON 6 AUGUST 2009

The purpose of the open house and public meeting will be to present the findings of the scoping process, and to allow discussions around those findings and recommendations of the process into the EIA phase. The contents of the DSR will be presented during the meeting.

It is important that you register for the public meeting in advance - please use the **enclosed form and return it by Friday, 31 July 2009**. This will allow us to send you an electronic copy of the DSR in advance. The details of the public meeting are:

Date: Thursday, 6 August 2009

Venue: Kaia Manzi Lodge, Bronkhorstspruit Dam, Bronkhorstspruit (a map to the venue is available

on request)

Time of Open House: 16:00 – 18:00
Time of Public Meeting: Registration: 17:30
Machiner 48:00 – 20:

Meeting: 18:00 - 20:00

In closing, we would like to thank stakeholders who have contributed thus far to this process. Please contact either myself or Patiswa Mnqokoyi if you require further information at this stage, or wish to suggest someone else to be consulted. We look forward to receiving your reply form at the latest by **Friday**, **31 July 2009**.

Please note that this assessment is being conducted on behalf of Eskom.

Yours sincerely

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ANELLE ODENDAAL
EIA Public Participation Office

Appendix: Reply sheet to request a copy of the Draft Scoping Report and to register for the public meeting

Kusile Railway Project

Draft Scoping Report meeting – 6 August 2009



Environmental Impact Assessment Kusile Railway Project: Proposed construction of a railway line (and associated infrastructure) from the existing Pretoria-Witbank railway (parallel to the N4) to the Kusile Power Station

(DEA Ref No 12/12/20/1488)

EIA Public Participation Office Zitholele Consulting (Pty) Ltd P O Box 6002, Halfway House, 1685 Tel (011) 254-4855/4905 Fax (011) 805-2100 Email: aodendaal@zitholele.co.za or patiswam@zitholele.co.za

Dear Stakeholder 14 September 2009

FEEDBACK ON PROGRESS: FINAL SCOPING REPORT SUBMITTED AND AVAILABLE FOR REVIEW

The purpose of this letter is to inform you of progress made thus far with the Environmental Impact Assessment (EIA) for the proposed construction of a railway line and associated infrastructure from the existing Pretoria-Witbank railway (parallel to the N4) to the Kusile Power Station.

The Draft Scoping Report (DSR), including the Plan of Study for the EIA was on public review from 27 July to 27 August 2009 and Zitholele Consulting would like to thank all stakeholders for the inputs and contributions made thus far. Several stakeholders attended the open house session and the public meeting which were held on 6 August 2009 at Kaia Manzi, near Bronkhorstspruit, to discuss the content of the Draft Scoping Report. Several stakeholders have also provided their comments in writing to the Public Participation office.

All contributions by stakeholders have been considered and the draft report was finalised and submitted to the Department of Environmental Affairs (DEA) on 11 September 2009. Should you wish to receive a copy of the Final Scoping Report please advice the public participation team so that arrangements can be made to send an electronic copy on CD to you. The report is also available on the Eskom and Zitholele Consulting websites (www.zitholele.co.za/kusile - click on current projects), respectively.

• Issues and Response Report (IRR) Second Version

Included with this letter is a copy of the second version of the Issues and Response Report (IRR). The first version of the document was appended to the Draft Scoping Report. This document details all the contributions that have been received thus far from stakeholders. The IRR is an appendix of the Final Scoping Report and has also been submitted to DEA for their review. During the next phase of the EIA, the Impact Assessment Phase, the IRR will be updated to reflect stakeholder comments made in the next phase. Please verify that your comments and concerns have been captured correctly and please review the responses on your comments prepared by the project team and Eskom.

• Acceptance of the Final Scoping Report

The Final Scoping Report, which includes the Plan of Study for the EIA will be reviewed and a decision provided by the DEA for conclusion of the Scoping phase of this EIA. Eskom and their EIA consultant, Zitholele Consulting await comments from the DEA, which are expected within 30 days from submission. The decision may entail approval to proceed with the tasks contemplated in the Plan of Study for the EIA or DEA may request that amendments be made to the Final Scoping Report. Stakeholders will be informed once comments have been received from the DEA.

• Environmental Impact Assessment Phase, Draft Environmental Impact Report (DEIR) and Draft Environmental Management Plan (DEMP)

It is important to note that the Scoping Phase did not present the last opportunity for stakeholders to comment on the EIA process. The Plan of Study for the EIA, included in the Final Scoping Report, details the Terms of Reference for specialist studies to be carried out in the EIA phase. The findings of these studies will enable the EIA consultant to compile an integrated report of all the specialist assessments into a Draft Environmental Impact Report (DEIR). Parallel to the development of the DEIR, a Draft Environmental Management Plan (DEMP) will be drafted, and released for public review, prior to submission to the authorities.

It is anticipated that this draft report will be made available during November 2009 for review by stakeholders. The report will be placed at the same public places as the Draft Scoping Report and, both an open house session and a public meeting will be held, in which an overview of the contents of the DEIR will be presented for discussion. Stakeholders will then again have an opportunity to interact with the project team. Stakeholders will be advised of the arrangements closer to the time.

Thank you again for your contribution in this EIA process. Please contact me if you require further information at this stage. You are further requested to invite other stakeholders and members of the public to register and participate in this process. Please note that this assessment is being conducted on behalf of Eskom.

Yours sincerely

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ANELLE ODENDAAL
EIA Public Participation Office

Appendix: Second version of the Issues and Response Report