FEATURES

Mystery still surrounds plan to find gold in the Limpopo

A new application for prospecting near Nagani has local residents concerned about what's going on in the area. Particularly as it's currently where a hotly contested gold rush is taking place

By: FINANCIAL MAIL
28 FEBRUARY 2019 - 05:00
No. 2 ACTIVE FUTURES

SHARE TWEET

The director of the shell company that has sparked outrage in the Overberg with a plan to look for gold between Nagani and Stanford has a history of defrauding it as a bid to buy a big South African company has also been exposed.

Opponents of the plan, which include farmers, conservationists, mining experts and public representatives, are perplexed by the application for gold rights in the area, which is home to a number of rivers that are the lifeblood of the region.

But Mvula in January told the FM in an e-mail that "unnecessary hysteria largely wrapped in the cloak of ignorance".

Mvula's company, Cronth, lodged its third application for gold rights in the exploration permit area in December 2017, after the first two applications lapsed due to Cronth's failure to submit documentation.

The critics raise two major questions: who is behind the shell Cronth, Mvula, 29, says, "I have been working with big organisations, and many of the people I work with are very private. I don't want to be associated with anything that I'm not involved in." Mvula says he is not a front for unidentified individuals who share [his] values and passion for mining.

While Mvula won't give any names, John Bristow, a director of Cronth, is a familiar figure in the Overberg area. He is a former director of Pan-African Resources, which was delisted from the JSE in 2016 after a long period of suspension.

Bristow, whom FM is not implicating in any wrongdoing, was a director of Pan-African Resources when it was the main contractor at the Barberton Mines gold mine, which was at the time the largest gold producer in Mpumalanga.

"These two guys walk dinners, framed in gold, [Bristow] and [Pan-African Resources chairman Peter] Hickman, they've been all over the place," said a former employee of Barberton Mines.

Interestingly, Malan, a former chief geologist at Barberton Mines, was a consultant to Pan-African Resources when it was delisted.

Bristow and Malan declined to comment when FM asked them what role they had played in the application for gold rights in the area.

Mvula, who is the director of about 80 shell companies, says he has been involved in the mining and exploration space since 2005 and has worked with a number of companies and mining projects of different minerals across several countries in Africa and Europe.

"I'm actually not opposed to mining but I am opposed to mining that's doomed to be a failure from the start or very short lived," he says.

"It's a mining pipe. Its overall purpose is to transport water. The water in the pipeline is doomed to be a failure from the start or very short lived. It's not going to be a long-term sustainable and ensure sustainable livelihoods in the Overberg."

Mann, whose years at Anglo American included stints in Australia, Chile and Canada, says he now lives in Stranddan on the coast south of Napier.

"We live on the big farm and I'm a farmer with a family. The nature of the mining is likely to destroy the farm and the farming is the basis of the family."

"You have to remove the overburden, typically, to get to the gold. And you're going to have to dispose a big volume of waste rock. It's going to be extremely difficult to build a safe tailings deposit."

Mann says gold reserves that Cronth did find would be unbearably costly to mine.

"This is going to be disastrous for the environment. The economics will not carry the project."

ALSO READ

CLOVA AND DISCOVER WINE IN ACCLAIM PACKAGE
We spoke with just one of the partners in the Acclaim Wine Portfolio, Clova Wines, to find out more about the wines and the partnership.
MARCH 8, 2019 · 2 years ago

THE VALUE OF CLOSURING: CAPE ACCLAIMS' PRECIOUS PACKAGING CARGO
Cape Acclaim Wines Cellars (PTY) LTD are very careful when it comes to their wines.
MARCH 8, 2019 · 2 years ago

BEST SMALL TOWN PROSPERITY
The Cape Agulhas municipality is the clear and incontestable continuous champion of the Overberg district.
MARCH 8, 2019 · 2 years ago

BDTV

Read more

Market Report - 1st Feb 2019 | Business Lunch
4 days ago · 4:46

Stock Watch - 07 Feb 2019: The Drive
21 hours ago · 4:46

WATCH: Lukoma narrows net loss by 57% in Q2
21 hours ago · 1:46

Stock Watch - 07 Feb 2019: The Drive
21 hours ago · 4:46

BusinessLIVE Comment Policy

We welcome comments that are civil and considered. Comments that are racist, bigoted or vulgar are not permitted.

Please read our Comment Policy before commenting.

Got It

2 Comments

Josef Martin

Join the discussion...

Newest Oldest

Ryckard Blake
2 days ago

"a lot by a long stone number"
Please work to remove and eliminate these numbers.

Hoping to see them to get to the front of a queue of the unemployed, or the unemployable, or the unemployed who are employed in the factory IT supported in an coming from an elderly, white male?

Jacq M
2 days ago

This cannot be allowed to happen.

Subscribe Privacy DISQUS

Do Not Sell My Data

MOST READ

1 Repercussions for Zimbabwean politics as Nelson's ...
POLITICS / AFRICA

2 Where SA's best-performing fund managers are ...
FEATURES / OTHER STORIES

3 Mystery still surrounds plan to find gold in the Limpopo
FEATURES

4 Little cheer ahead for South Africa's wine industry
FEATURES

5 No consequences yet, years after Sars's ...
FEATURES

investors MONTHLY

Published by Avens Holdings and distributed with the Financial Mail. Copyright in the publication is owned by Avens Holdings Ltd and its licensors.

Read More

About us
Contact us
Subscribe
FAQs
Terms & Conditions
Privacy policy
Search

© 2019 Avens Holdings. All rights reserved.
Use of this site constitutes acceptance of our Terms & Conditions and Privacy Policy