Schedule A.2

SCHEDULE OF RATES

1. Total Price

The total price ("Price") of the services is of USD …….,00 (……. United State Dollars)

2. Payment Terms

a) USD …….,00 (……. United State Dollars), corresponding to 33% (thirty three per cent) of the Price, shall be paid on successful completion and delivery of the tender documents and acceptance by IZL of the tender documents prepared by the Consultant/Contactor.

   For the purpose of payment, the Consultant/Contactor shall submit a signed invoice at the quoted/agreed Price along with other documents pertaining to the project.

b) USD …….,00 (……. United State Dollars), corresponding to 33% (thirty three per cent) of the Price, shall be paid after IZL has issued a tender for Zambeze Project Mine Developer and Operator (MDO Zambeze) based on the tender documents prepared by the Consultant/Contactor and once the Consultant has issued and IZL has received and accepted the final technical evaluation report of the bids (the bids received from the bidders for the MDO Zambeze) from the Consultant.

c) USD …….,00 (……. United State Dollars), corresponding to 34% (thirty four per cent) of the Price shall be paid after assistance to IZL in discussions with Successful Bidder for the MDO Zambeze and assistance in completion of drafting of the Contracts for the development and operation of the Zambeze mine, for the construction and operation of CHPP, and for the transportation of coal from CHPP to Beira/Nacala/Macuse port.

Should no bids be received or no bids be accepted by IZL for the MDO Zambeze, or should no Successful Bidder be identified by IZL for the MDO Zambeze, under paragraphs b) and/or c)

above, no payment shall be owe by IZL to the Consultant/Contractor for paragraphs b) and/or c) above, as the case may be.

3. Place of Payment

Payments to Mozambican incorporated and registered companies providing services in Mozambique will be made into a Mozambican bank account in Meticais (MZN), by conversion of USD to MZN at the applicable exchange rate of the bank of IZL.

In case the Consultant/Contactor is a non-Mozambican entity and payments are to be made to a bank account abroad, this Consultancy Services Contract will be required to be registered at/approved by the Central Bank of Mozambique and the Consultant/Contactor will be liable to pay for any taxes payable in Mozambique (mainly withholding taxes) for the amounts to be remitted abroad.

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(Signature, Name, Designation and Seal)

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(Signature, Name, Designation and Seal)