

FORENSIC AUDIT REPORT

**Prepared For:
The Purchaser**

**AUDIT:
Scanning of artefacts at Liliesleaf – Pen Gun and Bullets of Oliver Tambo**

Date: 20 September 2021

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1. **DEFINITIONS**

- 1.1. “**Dave**” means David Adrian Loxton, Director of Schindlers;
- 1.2. “**Elani**” means Elani Vogel, Candidate Attorney at Schindlers;
- 1.3. “**Ivy**” means the Archivist at Liliesleaf;
- 1.4. “**James**” means James Howard, Director of Terra Ops;
- 1.5. “**Kasrils**” means Ronnie Kasrils;
- 1.6. “**Liliesleaf**” means the Liliesleaf Trust, duly incorporated in terms of the Trust Property Control Act under Registration No. IT 4341/02;
- 1.7. “**Liliesleaf Site**” or the “**Site**” means the immovable property situated at 7 George Avenue, Rivonia, Sandton, South Africa being a heritage site operated by the Liliesleaf Trust;
- 1.8. “**Pen Gun**” means the pen gun which was given to Oliver Tambo by the East Germans and donated to Liliesleaf by Kasrils;
- 1.9. “**Pen Gun NFT**” means the NFT with Token ID 34346 for sale on the Momint NFT Marketplace;
- 1.10. “**Purchaser**” means the purchaser of the Pen Gun NFT;
- 1.11. “**Ryan**” means Ryan Sun, Director of Terra Ops;
- 1.12. “**Scanning Date**” means 20 September 2021;
- 1.13. “**Secure Section**” means the access-controlled area in the Archives section at the Liliesleaf Site;

- 1.14. **“Schindlers”**, **“we”**, **“our”** and **“us”** means Schindlers Forensics, as the context may indicate;
- 1.15. **“Terra Ops”** means Terra Ops Industrial Solutions;
- 1.16. **“Trust Property Control Act”** means the South African Trust Property Control Act 57 of 1988, as amended.

2. **BACKGROUND**

Liliesleaf

- 2.1 Liliesleaf is a National Heritage site with a rich South African history, having served as the secret headquarters of the African National Congress, South African Communist Party, Umkhonto we Sizwe and the Congress Alliance during the Apartheid era.
- 2.2 On 11 July 1963, the police, acting on a tip-off, raided Liliesleaf and arrested the core leadership of the underground liberation movement. Following the raid, ten people were put on trial to face charges of 193 counts of sabotage against the state.
- 2.3 Nelson Mandela, who was already serving a prison sentence at the time of the raid, became Accused Number 1. With him in the dock were Walter Sisulu, Denis Goldberg, Govan Mbeki, Ahmed Kathrada, Lionel ‘Rusty’ Bernstein, Raymond Mhlaba, James Kantor, Elias Motsoaledi and Andrew Mlangeni.
- 2.4 Kantor and Bernstein were acquitted but the other eight were found guilty of treason and sentenced to life in prison. The raid on Liliesleaf and the subsequent imprisonment of the leaders of the struggle dealt a hammer blow to the liberation movement and internal resistance to Apartheid.
- 2.5 Today, Liliesleaf is home to extraordinary exhibitions that tell the story of the journey to democracy in South Africa.

Oliver Tambo and the Pen Gun

- 2.6 The Pen Gun was given to Oliver Tambo, who served as ANC President from 1967 to 1991, to protect him against would-be assassins. Tambo was sent abroad by the ANC to establish the ANC in exile and to mobilise foreign opposition against apartheid. It is believed this Pen Gun was given to Tambo by the East Germans. The Pen Gun was donated to Liliesleaf by Ronnie Kasrils

3. **SCOPE AND OBJECTIVE**

- 3.1. Schindlers has audited the process of scanning the Pen Gun that is minted as NFT with Token ID 34346 for sale on the Momint NFT Marketplace.
- 3.2. The key objective of the audit is to provide the Purchaser with assurance that the Pen Gun is the physical object minted as NFT with Token ID 34346 for sale on the Momint NFT Marketplace.

4. **APPROACH AND PROCEDURES**

- 4.1. We arrived at the Liliesleaf Site on 20 September 2021 at approximately 9:00 CAT.
- 4.2. We were met by a Liliesleaf representative and directed to the Liliesleaf Archives section, where all archived documents and artefacts are being stored.
- 4.3. We proceeded to the Archives section, where we were met by the Archivist, Ivy.
- 4.4. James and Ryan from Terra Ops soon joined us, and they commenced set-up of their scanning equipment, for purposes of minting the Pen Gun, in the library area in the Archives section, next to the Secure Section.
- 4.5. Ivy proceeded to collect the Pen Gun from the Secure Section.
- 4.6. The Pen Gun is contained in a box and wrapped in protective paper.
- 4.7. Ivy transferred the Pen Gun from the Secure Section to the area at which the scanning took place.
- 4.8. Ivy removed the Pen Gun from its container and handed same to James.

- 4.9. James placed the Pen Gun on the turning table from which the Pen Gun was scanned.
- 4.10. After completion of the scanning process, the Pen Gun was placed back into its container.
- 4.11. We were present throughout the entire process, which we filmed on a smartphone. We confirm that we saw Ivy collect the Pen Gun, remove the Pen Gun from the container, and hand it to James. We watched the entire scanning process, as well as the return of the Pen Gun from James to Ivy, and the subsequent return of the Pen Gun to the container, which we saw returned to its original place of safe-keeping. A photograph of the Pen Gun, taken with Elani's smartphone, is annexed hereto as Annexure "A".
- 4.12. Ivy safely returned the Pen Gun to the Secure Section and placed same in a cabinet, and thereafter locked the cabinet.
- 4.13. A Liliesleaf representative informed us that the Pen Gun had been donated to Liliesleaf by Kasrils.

5. **SECURITY MEASURES AT LILIESLEAF**

- 5.1. Ivy explained the conservation and security measures at Liliesleaf to us, as follows:
 - 5.1.1. the Liliesleaf Site is located in a boomed off area. It is protected by a steel gate manned by a security guard;
 - 5.1.2. one enters the Liliesleaf Site through an access-controlled glass door;
 - 5.1.3. the Archives section is downstairs in the basement of the Liliesleaf Site;
 - 5.1.4. there is a glass door leading to the Archives section which operates by way of a key-card access system. This door seems to be

permanently open due to technical issues with the key-card scanner;

5.1.5. as explained above, the artefacts are stored in the Secure Section, which can be accessed through another glass door (which also operates by way of a key-card access system);

5.1.6. the Secure Section boasts the following additional safety measures:

5.1.6.1. lifted shelves to prevent water damage in the event of flooding;

5.1.6.2. lockable cabinets;

5.1.6.3. an air conditioning system set at the optimal preservation temperature;

5.1.6.4. a fire alarm system;

5.1.6.5. an alarm system linked to armed response; and

5.1.6.6. the Archives section is only open to the public by appointment and anyone who wants to view an artefact would have to motivate the reason for same.

5.1.7. Certain artefacts in the Secured Section are sent to an independent, specialist conservation lab at which conservationists analyse and verify the authenticity of the artefacts. The Pen Gun had been sent for conservation during or about 2020.

5.1.8. Ivy confirmed to us that there are no records of any theft of any of the artefacts at Liliesleaf. We can accordingly conclude that the artefacts which have been donated to Liliesleaf (alternatively, which are the subjects of loan agreements), are the artefacts in secure storage at Liliesleaf.

6. **LIMITATIONS AND DISCLAIMERS**

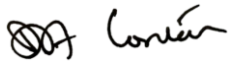
- 6.1. We have used reasonable care and skill in discharging our obligations in terms of the audit. However, our findings are based on the information provided by Liliesleaf. Consequently, we cannot warrant that we have had sight of all the information relevant to this audit.
- 6.2. The scope of our audit is limited by the completeness and accuracy of the information disclosed by Liliesleaf.
- 6.3. The procedures we performed do not constitute an audit or review in accordance with international standards of auditing, or international standards on review engagements, or relevant national standards or practices.
- 6.4. In conducting our investigation, we have assumed the legal capacity of all individuals, the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity to authentic original documents of all documents submitted to us as certified, confirmed, photostat copies or facsimiles of such original documents.
- 6.5. This report is furthermore subject to the qualifications that, save as is stated to the contrary:
- 6.5.1. this report is based on South African law as presently in force and no opinion is expressed herein as to the law of any other jurisdiction; and
- 6.5.2. this report is strictly limited to the matters stated herein and should not be construed as extending by implication to any other matters in connection with this audit.
- 6.6. The aggregate liability of Schindlers Forensics, its affiliates and their respective directors, employees and consultants (whether in contract, delict or otherwise) in respect of any claim arising from or in connection with the opinions expressed in this report is limited to the amount recovered by Schindlers Forensics in respect of such claim in terms of its professional indemnity insurance policy. This paragraph constitutes a stipulation for the benefit of each of Schindlers Forensics' affiliates and

the individuals referred to in this paragraph, capable of acceptance by any of them at any time.

- 6.7. This report is addressed to the Purchaser solely in connection with this audit for the purpose referred to herein above and is highly confidential.
- 6.8. This report is strictly limited to the matters set out herein and is not to be read as extending by implication to any other matters.
- 6.9. Any reliance placed beyond the scope of work for which purpose this report has been prepared is entirely at your own risk. We accept no responsibility and shall have no liability in contract, delict or otherwise to you or any other third party in relation to the contents of this report in so far as reliance is placed beyond the scope of work that we performed.
- 6.10. This report is based on facts established from documentation reviewed by us during the audit. If new or additional documentation or information is brought to our attention, subsequent to the date of this report, which would affect the findings detailed below, we reserve the right to amend and qualify our findings accordingly.

7. **FINDINGS**

- 7.1. Schindlers hereby warrants the Purchaser that the Pen Gun is the same pen gun which has been scanned and minted and which constitutes the subject of the Pen Gun NFT, as defined, strictly subject to the limitations and disclaimers as set out above.



SCHINDLERS FORENSICS

Per: **DAVE LOXTON**

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