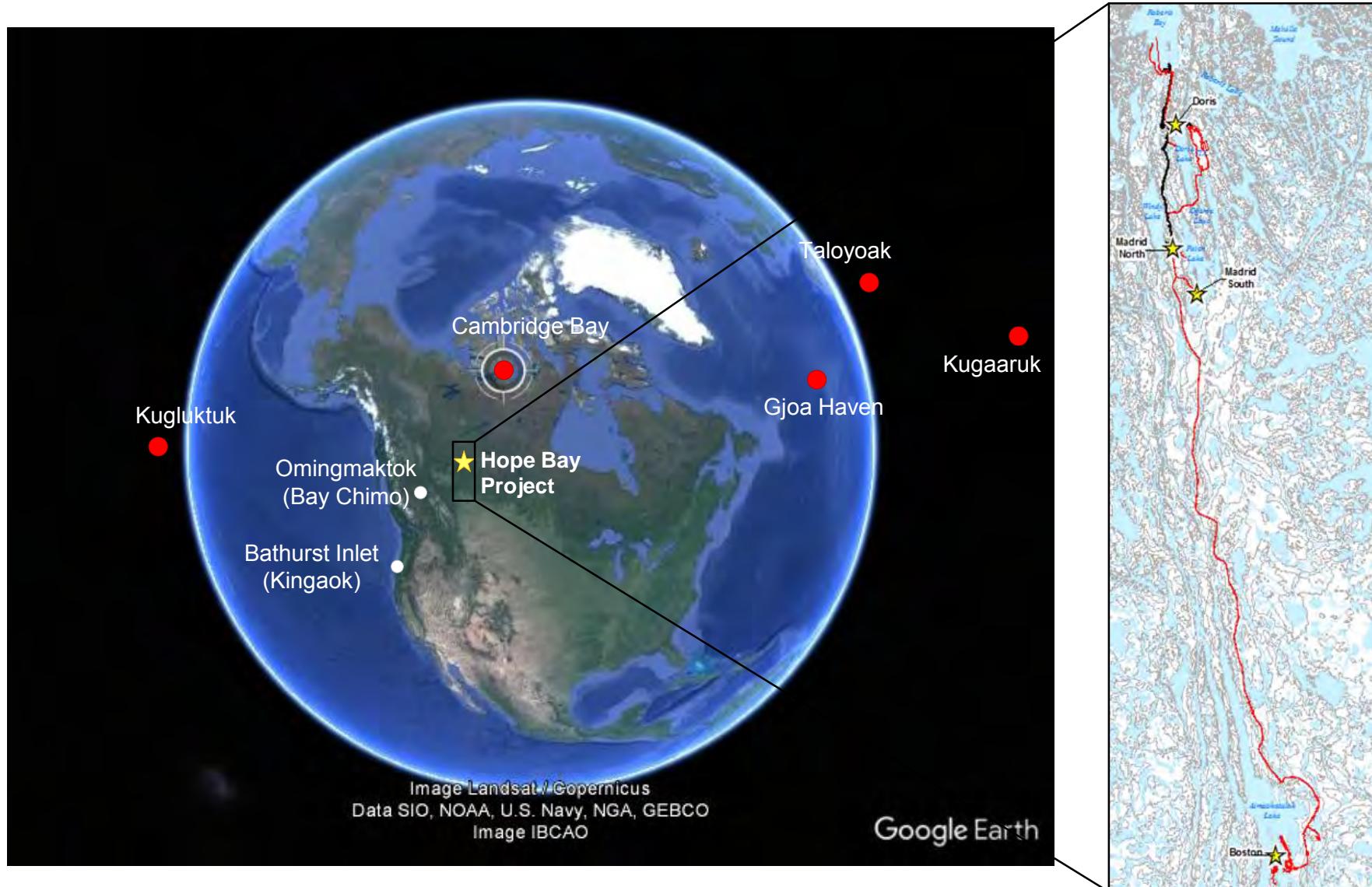


Boston-Madrid Project Nunavut Water Board Final Hearing TMAC Resources Inc.

Cambridge Bay, Nunavut | October 2018

Project Location



Approved Doris Project (2AM-DOH1323)



Existing Permits and Licences - Doris

Project Certificate

- Issued 2006, Amended 2016
 - Allows Construction, Development, Production, Closure
 - Environmental compliance and protections
 - 2000 tonnes per day
 - Discharge Effluent to Roberts Bay

Type A Water Licence 2AM-DOH1323

- Issued 2007, Amended 2016, Applies from 2013 to 2023
 - Water Use
 - Doris Lake - 480,000 m³ per year - Mining and Processing
 - Windy Lake – 22,000 m³ per year - Domestic
 - Reclaim Water – no limit - Processing
 - 2.5 million tonnes to Tailings Area
 - Reclamation Security - \$31 Million

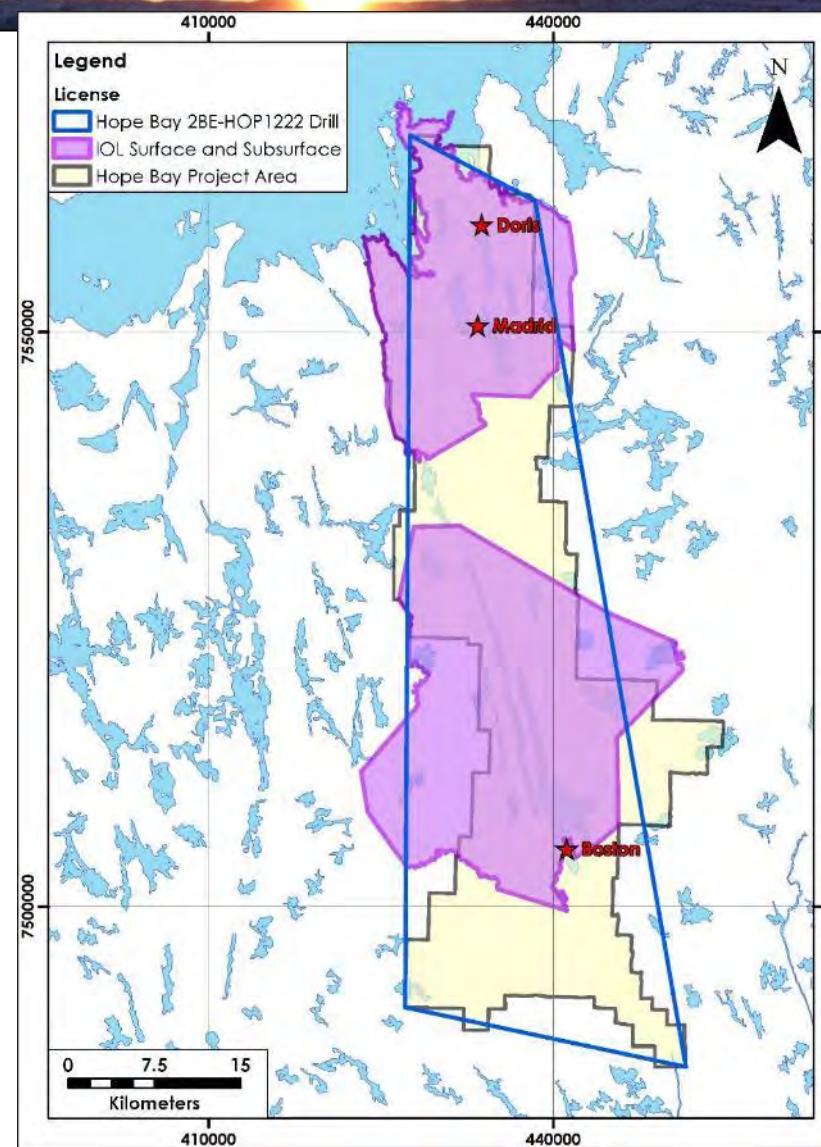
All operations comply with all Federal and Territorial laws and regulations

- Effluent to comply with Metal Mining Effluent Regulation

Type BE Water Licence - Exploration

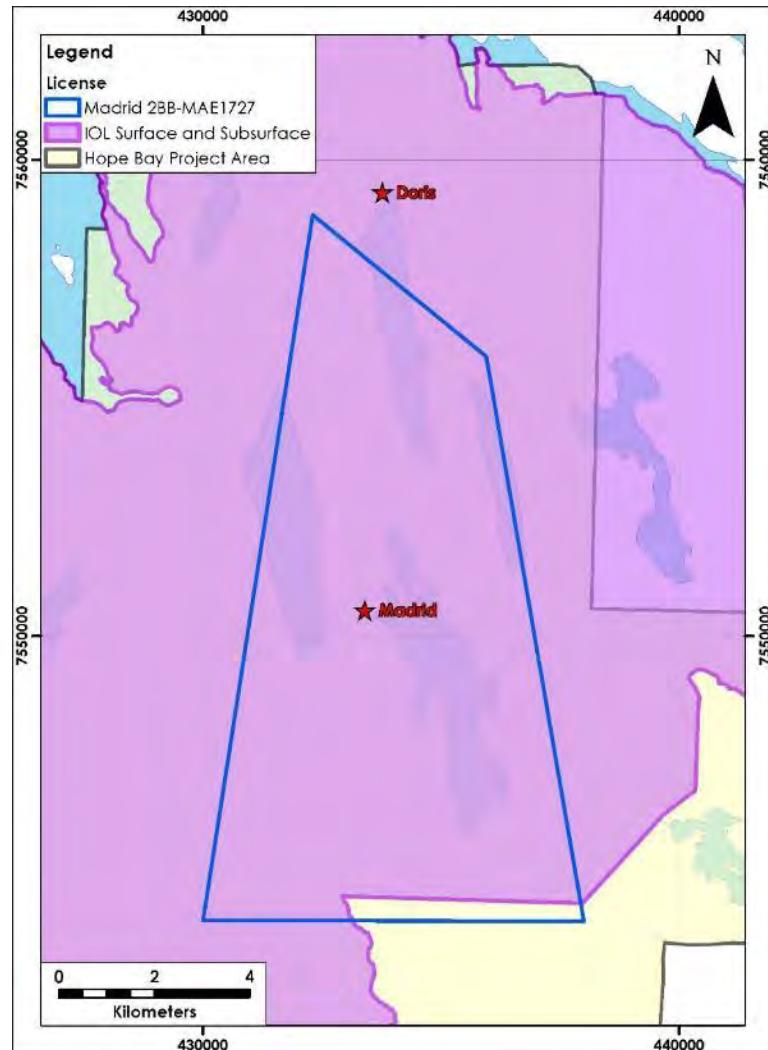


- Type B Water Licence 2BE-HOP1222
- Issued 2012, Expires 2022 (renewable)
- Entire Hope Bay Property
- Permitted Activities
 - Surface Exploration and Drilling
 - Water Use – 343 m³ per day.
 - Domestic water use at Doris Camp
 - Construct new camp (180 persons)



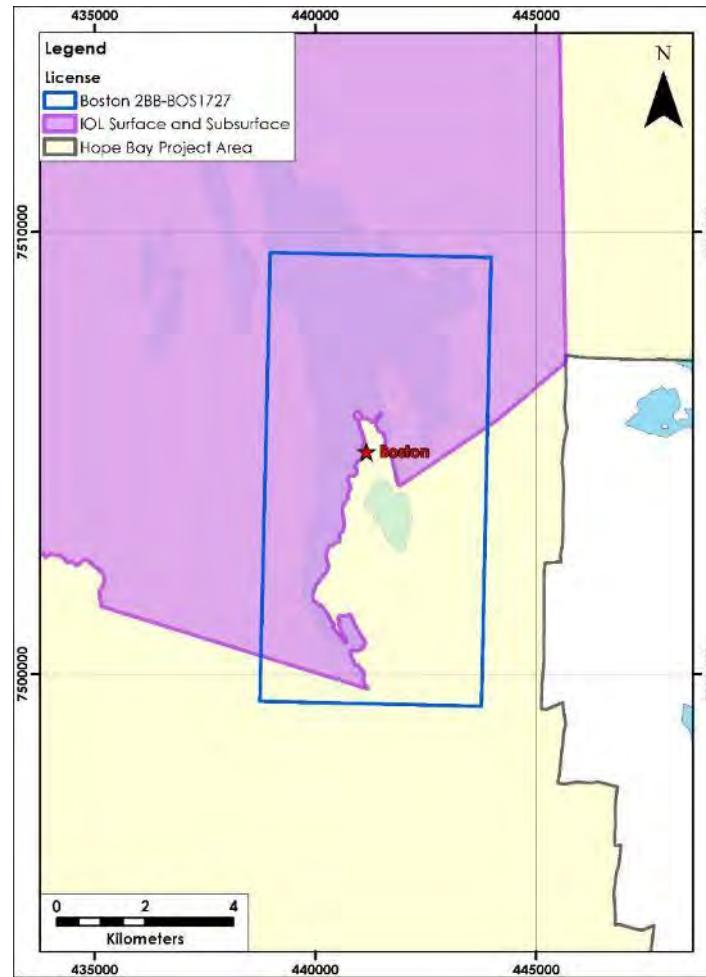
Madrid Type BB Water Licence

- Type B Water Licence 2BB-MAE1727
- Madrid North and South
- Issued 2017 – Expires 2027 (renewable)
- Permitted Activities
 - Surface and underground exploration
 - Extract 50,000 tonnes bulk sample from each of Madrid North and South
 - Construct surface facilities and roads
 - Haul ore to Doris Plant
 - Water Use
 - 108,000 m³ per annum, 295 m³ per day
- Reclamation Security Bonds (60 days before activity - proposed)
 - Madrid North - \$4 million
 - Madrid South – \$3.1 million
 - Roads - \$17 thousand



Boston Type BB Water Licence

- Type B Water Licence 2BB-BOS1217
- Renewed 2017, Expires 2027 (renewable)
- Permitted Activities
 - Surface and underground exploration
 - Extract bulk sample
 - Construct surface facilities, roads and camp
 - Water Use - 100 m³ per day
 - Winter road access from Doris
 - Scope includes:
 “...camping, prospecting, drilling, bulk sampling, operation of a bulk sampling and crushing and sorting plant, underground development, the operation of a fuel storage facility, a landfarm facility, and sampling for environmental baseline data collection.”



Monitoring and Reporting



- Aquatic Effects Monitoring Plan
- Environmental Effects Monitoring Program
- Surveillance Network Program
 - Type A Water Licence – monthly
 - Type B Water Licence(s) – monthly
- NWB Annual Reports
 - Type A and Type B Water Licence
 - Due March 31

Madrid- Boston Project Highlights

Madrid and Boston Highlights

Mining

- Underground mining and crown pillar recovery with waste rock stored above ground temporarily and then put back into the underground mines.

Processing

- Nominal capacity of 6,000 tonnes of ore processed per day

Gold Production

- Gold production at Doris and Boston. Concentrates produced at Madrid North

Transportation

- Sealift arrives at Roberts Bay and utilize cargo dock and jetty
- Gold bars flown out to market from Doris and Boston
- Road connecting Madrid and Boston to Doris and Roberts Bay

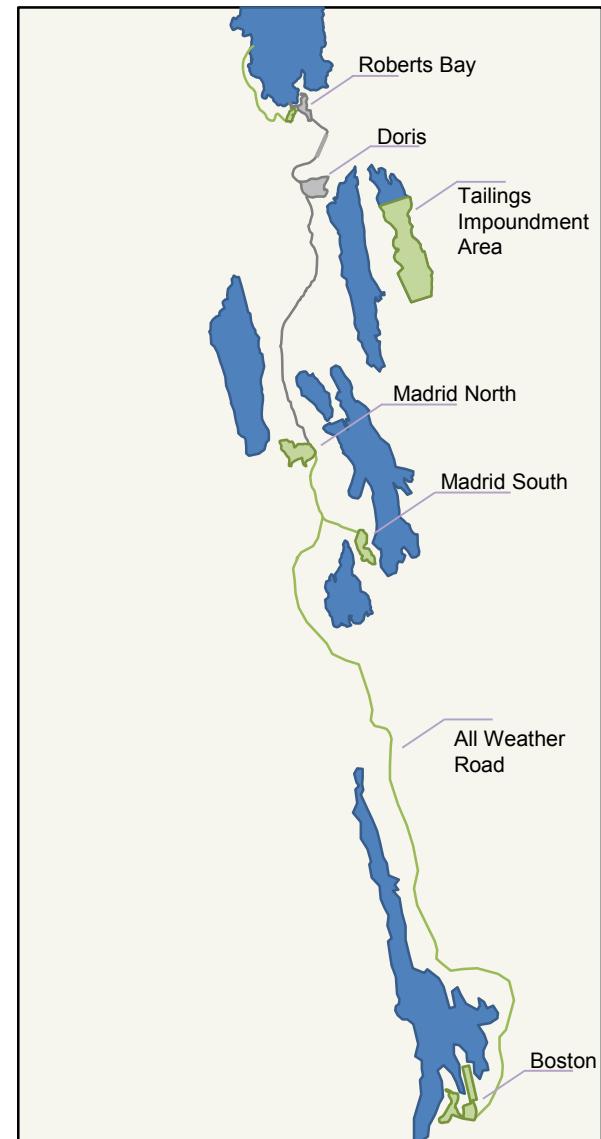
Employment

- Fly in-fly out operation from Edmonton and Kitikmeot
- 870 workers during peak operations (for approximately 14 years)

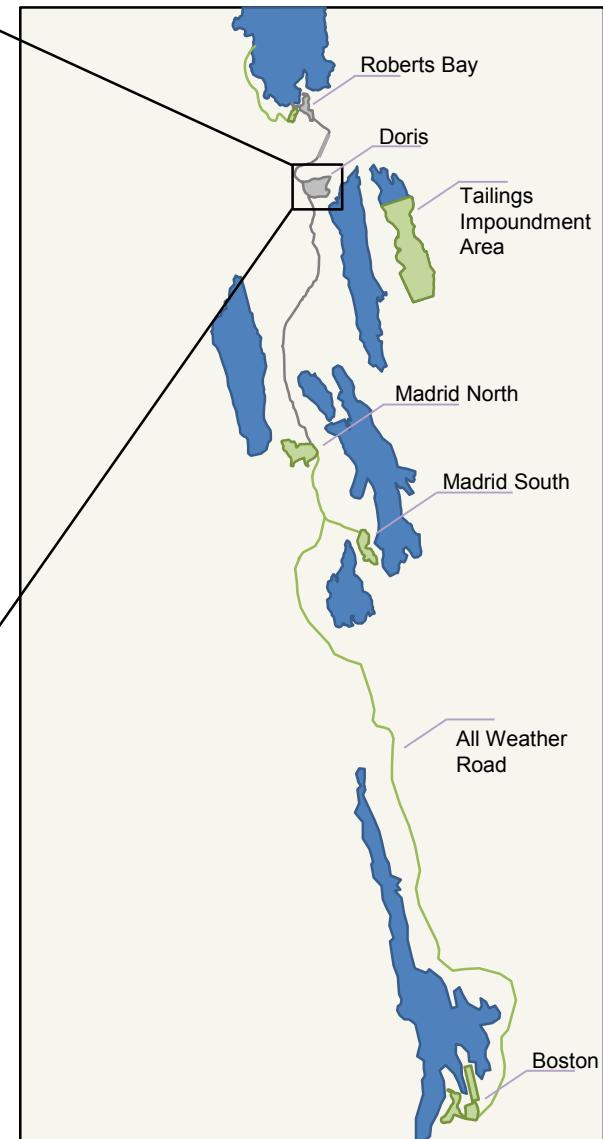
Economic Benefit

- Royalties, mineral taxes and other payments of approximately \$500 million over the life of the Hope Bay Project for Canada, Nunavut, KIA and NTI (excluding Doris)

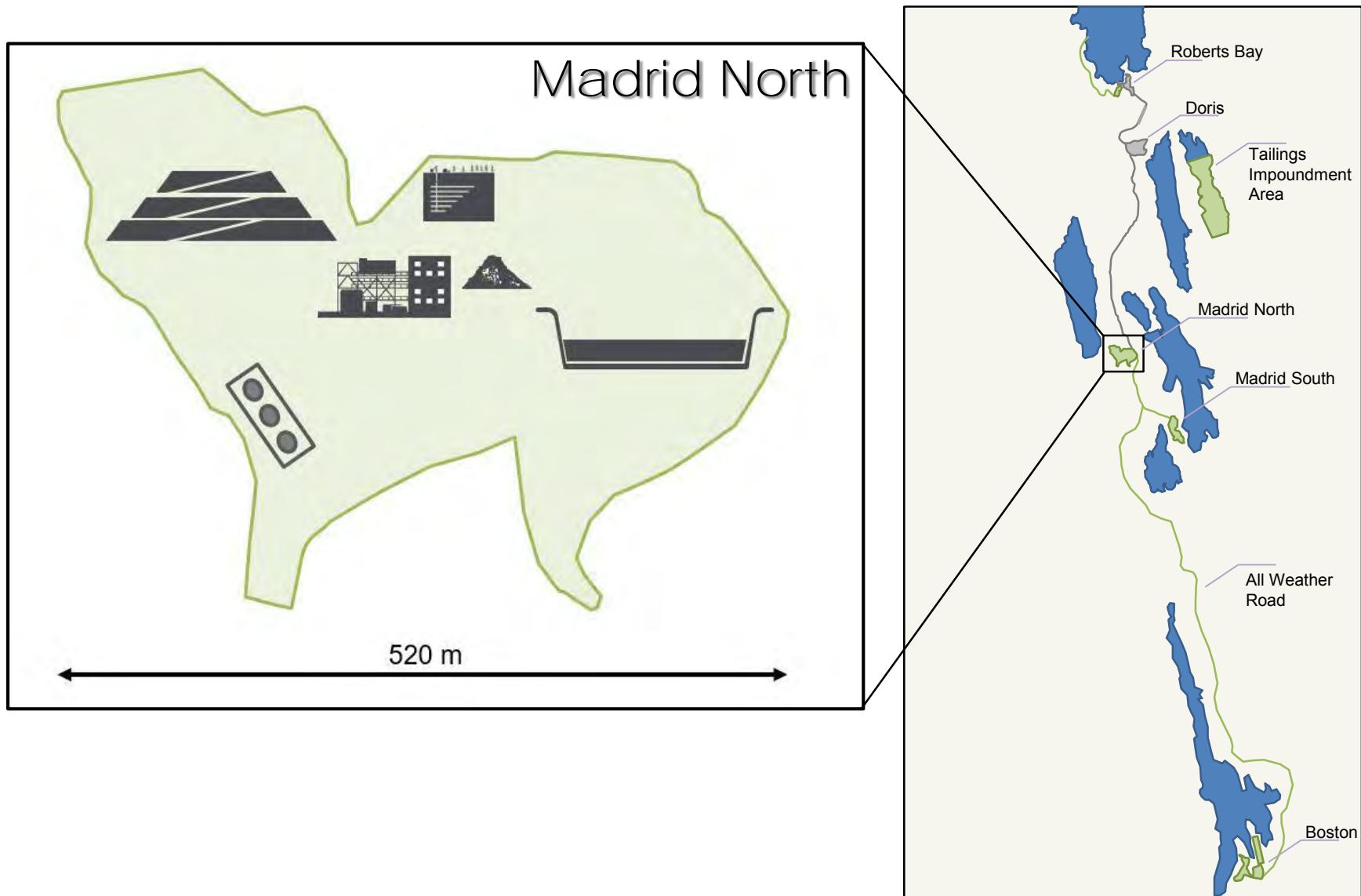
Hope Bay Project Layout



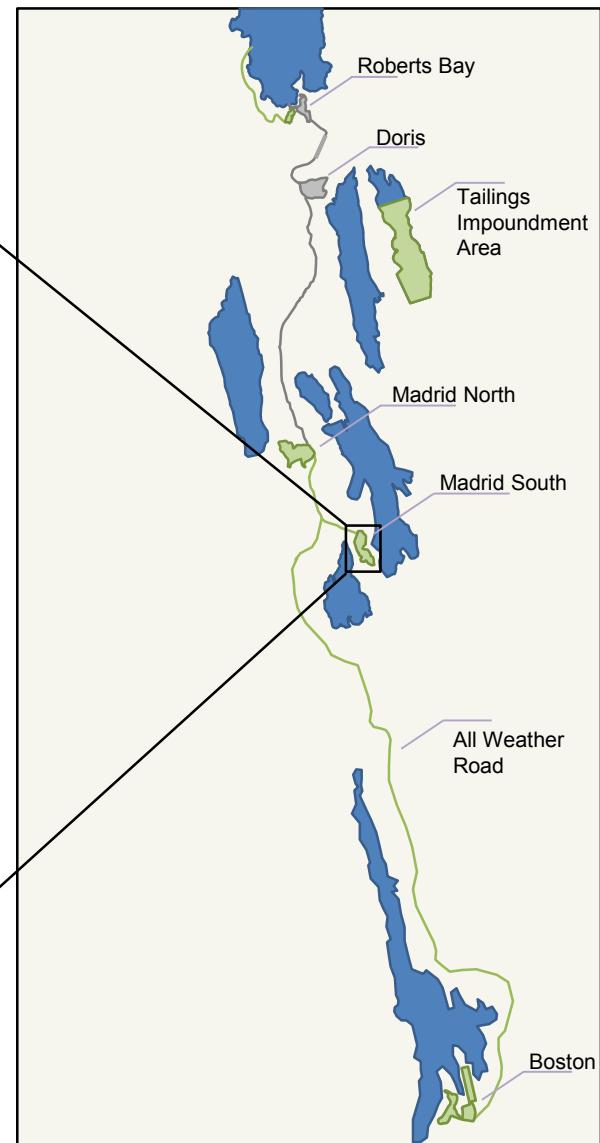
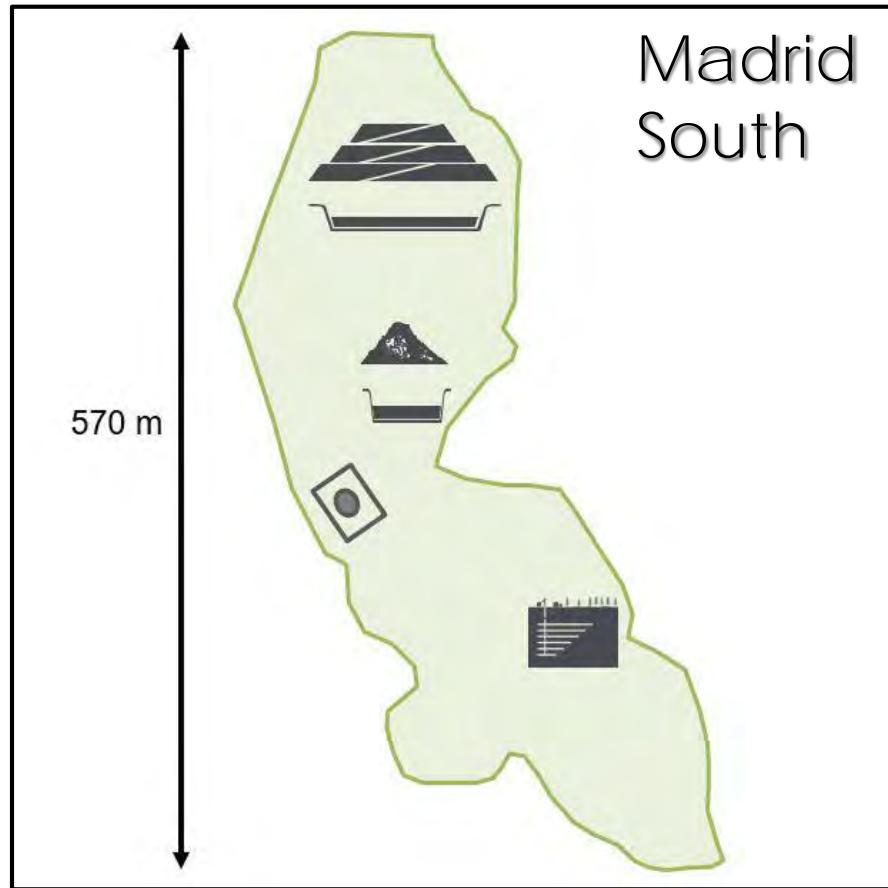
Hope Bay Project Layout



Hope Bay Project Layout



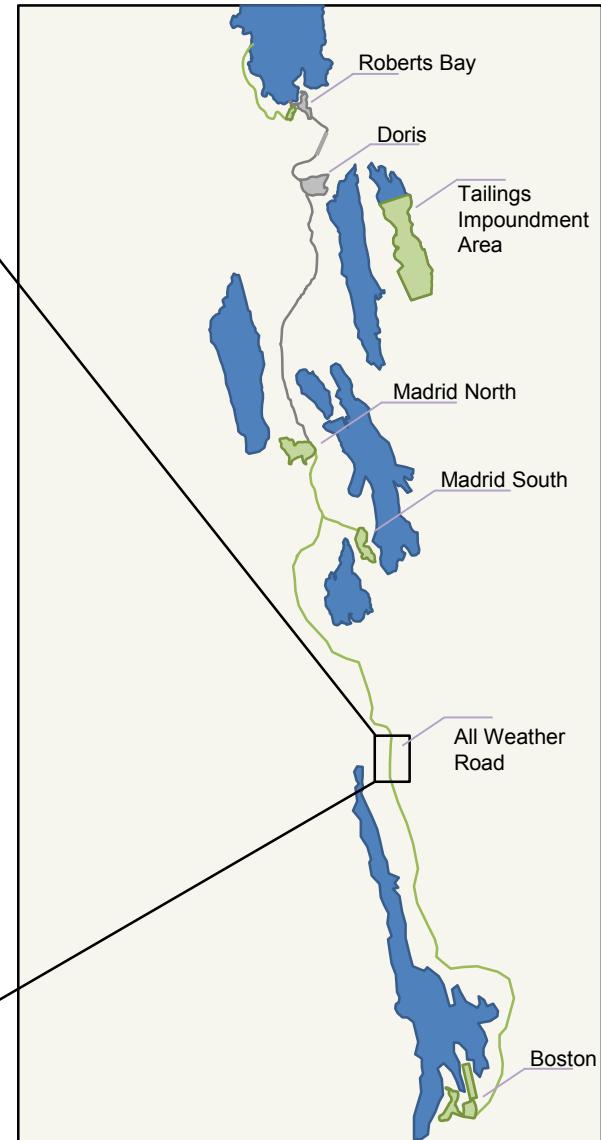
Hope Bay Project Layout



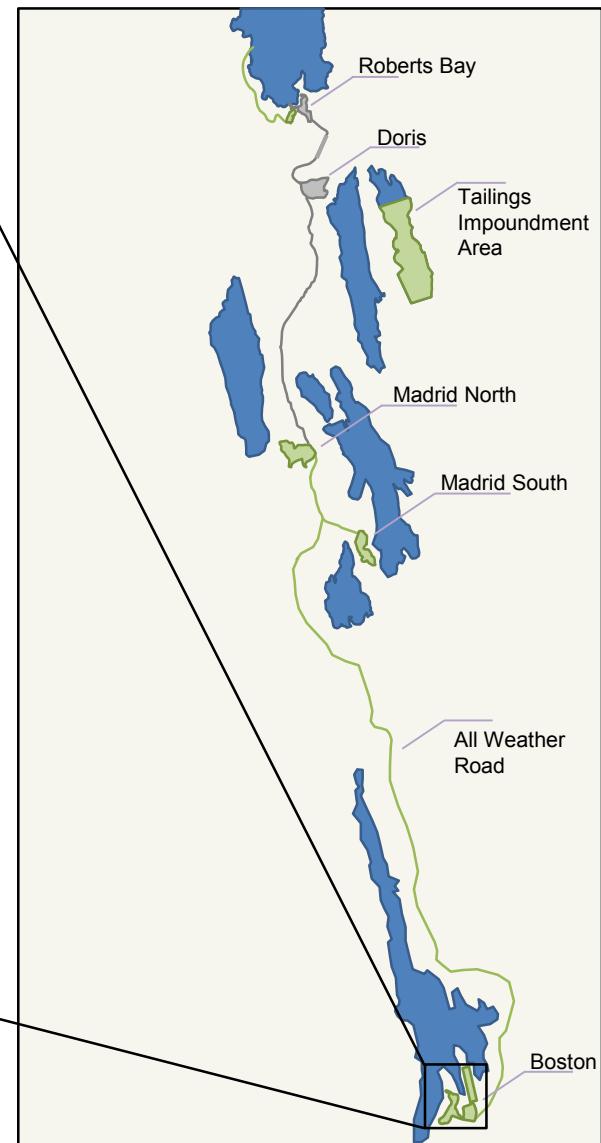
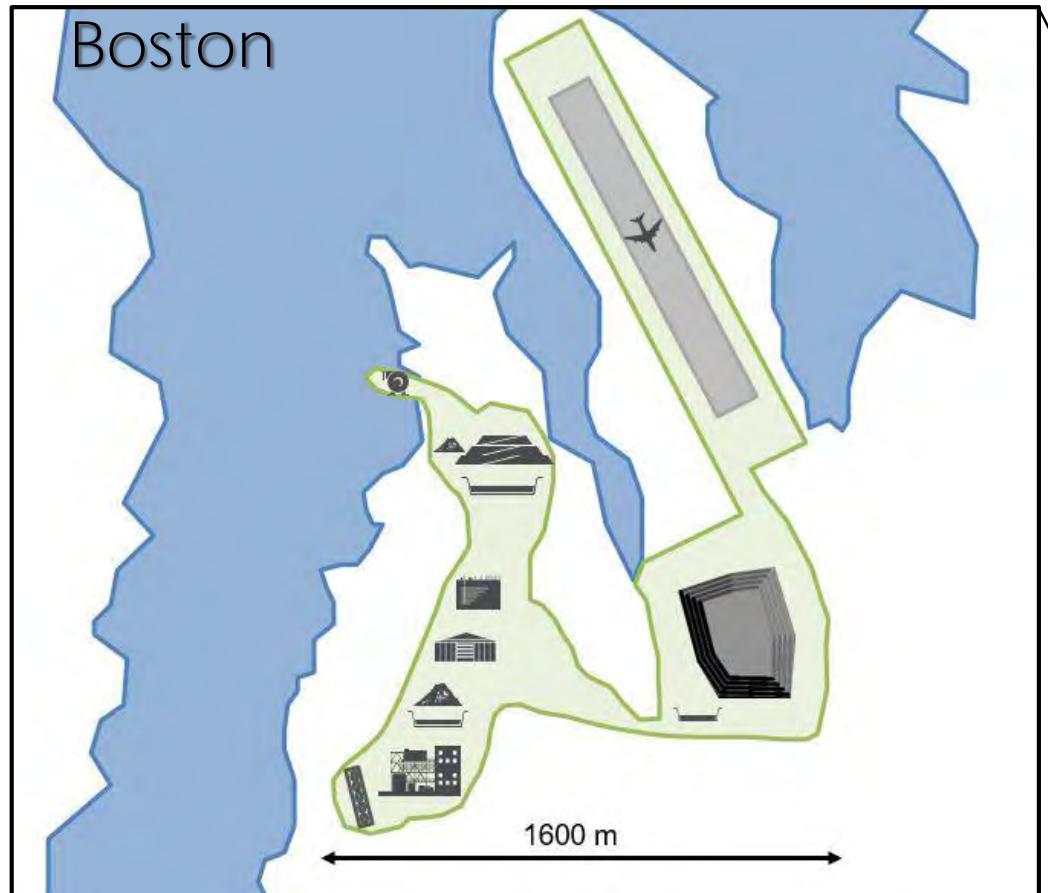
Hope Bay Project Layout



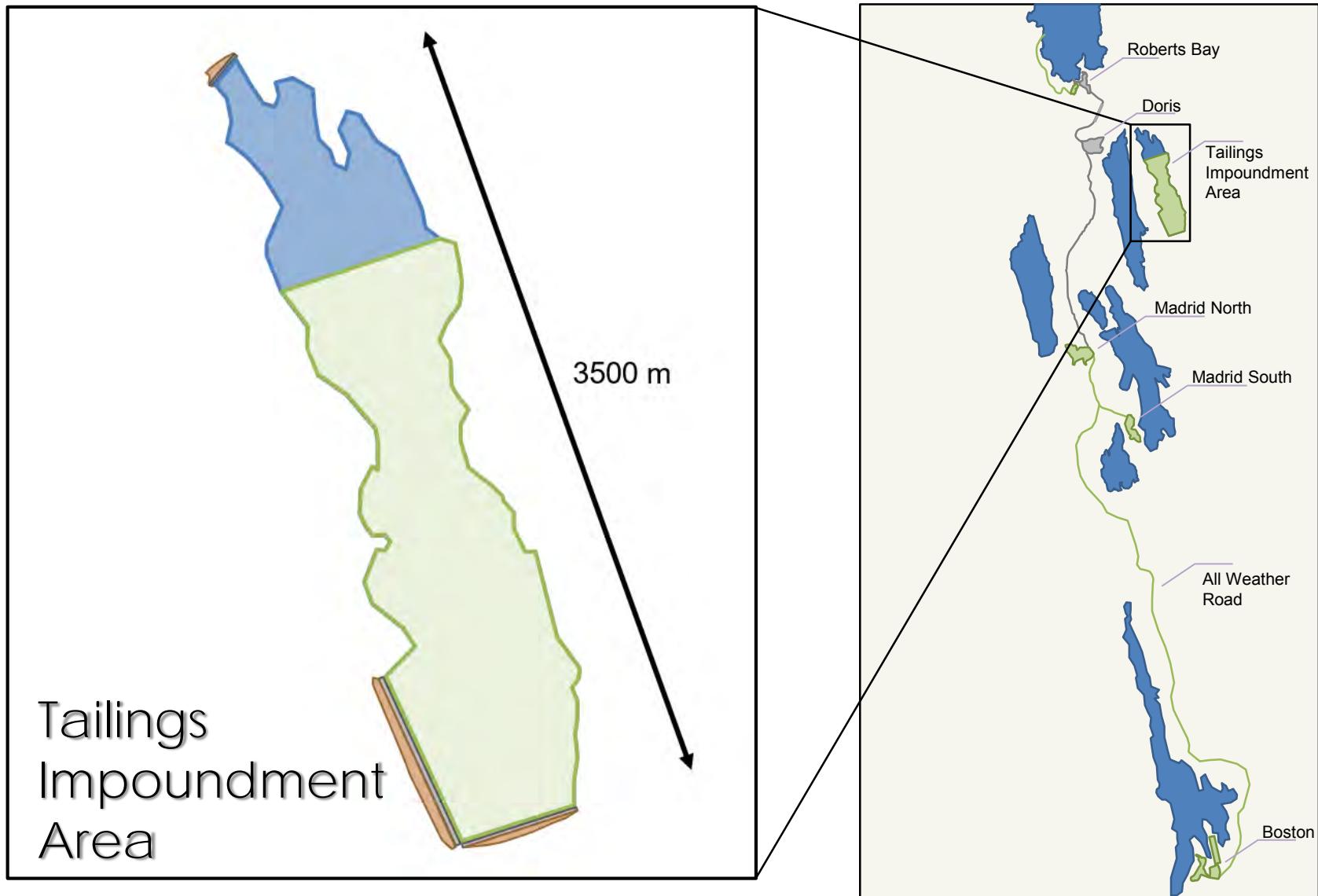
All Weather Road (51 km)



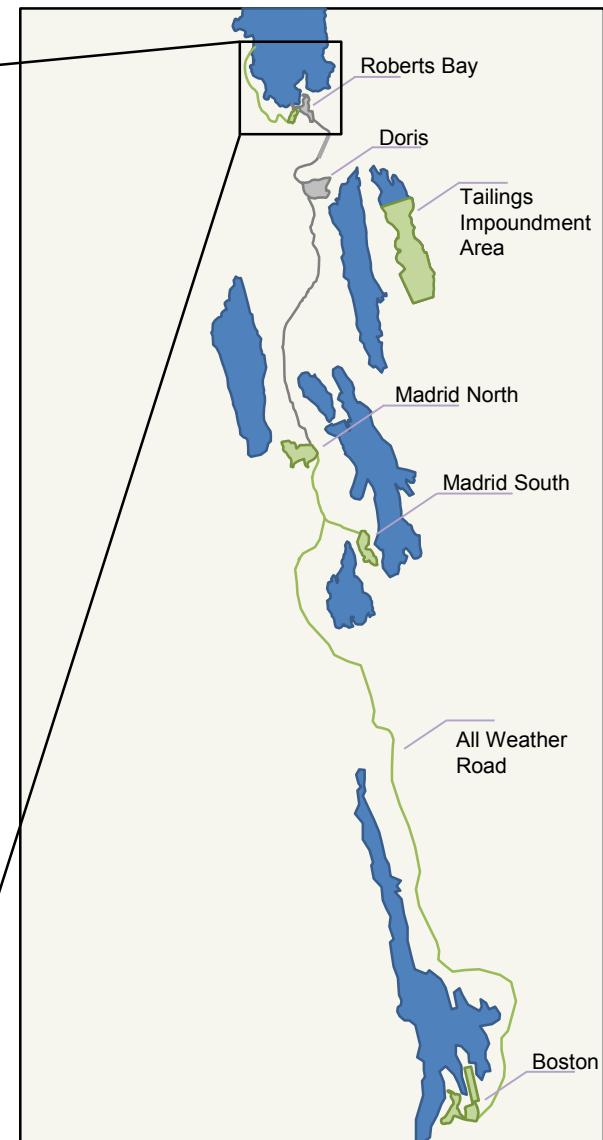
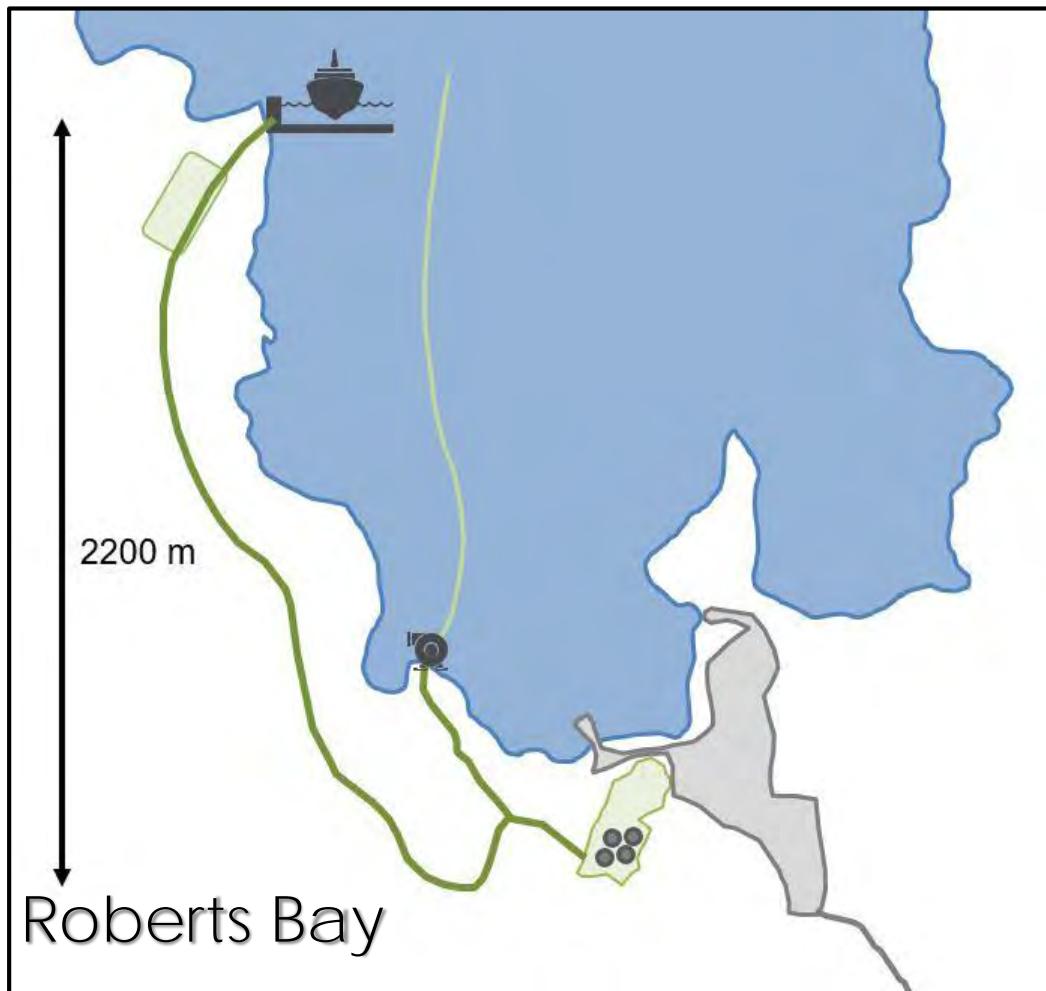
Hope Bay Project Layout



Hope Bay Project Layout



Hope Bay Project Layout



Proposed Amendment No. 2 Type A

- Scope includes Doris, Madrid Sites and All Weather Road
 - Expand 2AM-DOH1323 Amendment No. 1 by incorporating into this Licence the scope of all facilities and activities authorized under the Type B Licence 2BB-MAE1727
 - Camp Capacity – 400 persons
 - Expand TIA capacity to 18 million tonnes
 - Water Allowance:
 - Domestic from Windy Lake: 43,800 m³/year
 - Industrial from Doris Lake: 1,930,000 m³/day
 - Concentrator at Madrid
 - AWR to Boston
 - Allows commercial mining

Proposed Boston Type A

Project Certificate and Boston Type A Water Licence

- Scope:
 - Construct and operate Boston Site
 - Camp Capacity – 300 persons
 - Tailings Management Area capacity of 5.1 million tonnes
 - Water Allowance:
 - Domestic from Aimaokatalok Lake
33,000m³/year
 - Industrial from Aimaokatlok Lake
450,000m³/year
 - 2400 t/d process plant
 - Allows water use, waste management and construction of all surface infrastructure
 - Allows commercial mining

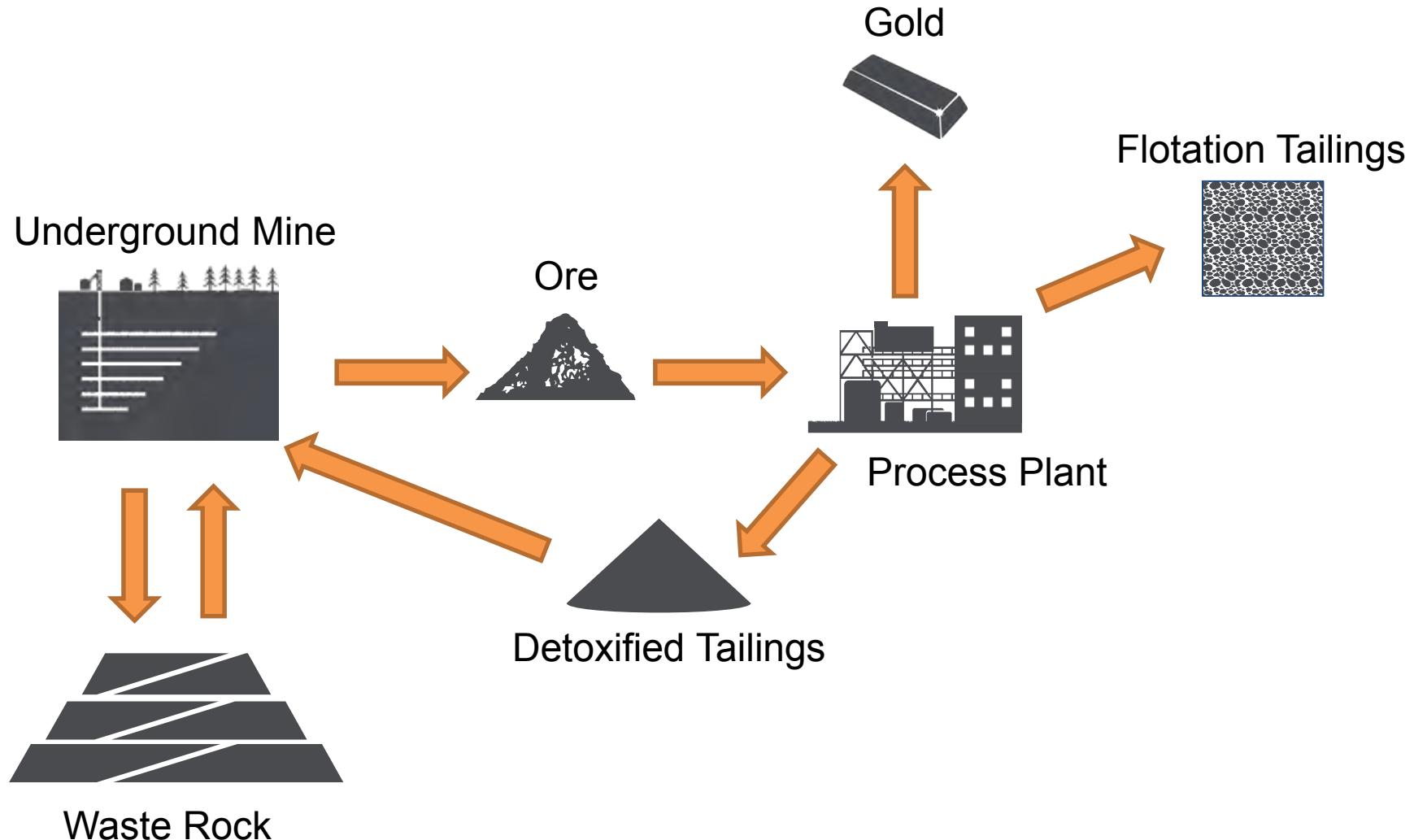
Closure and Reclamation

- Doris-Madrid Interim Closure and Reclamation Plan was updated
- Boston Conceptual Closure and Reclamation Plan was developed
- Overall objectives of closure planning at Hope Bay:
 - Physical Stability
 - Chemical Stability
 - Future use and aesthetics
- Planning provides basis to estimate financial security

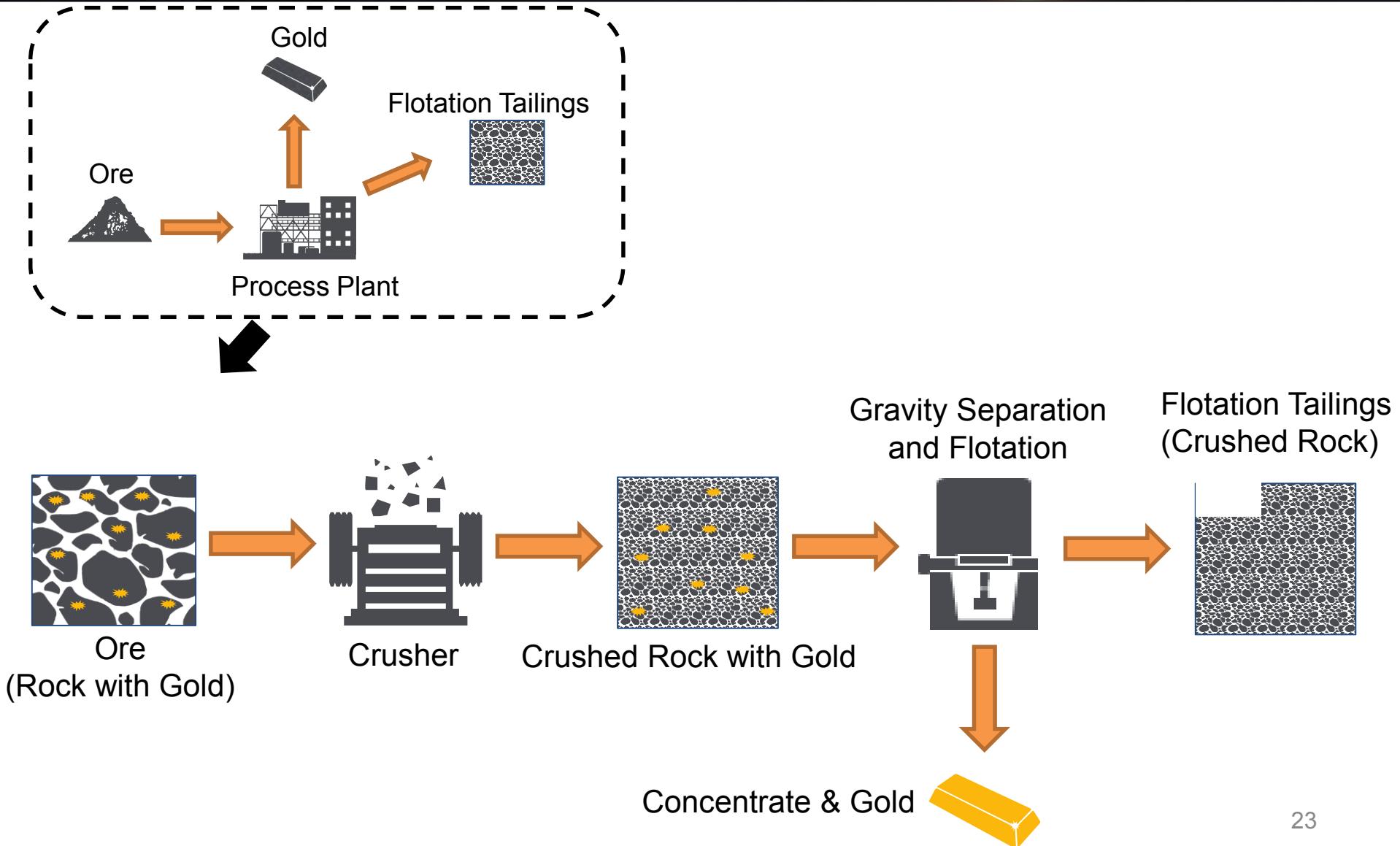


Tailings and Waste Rock Management

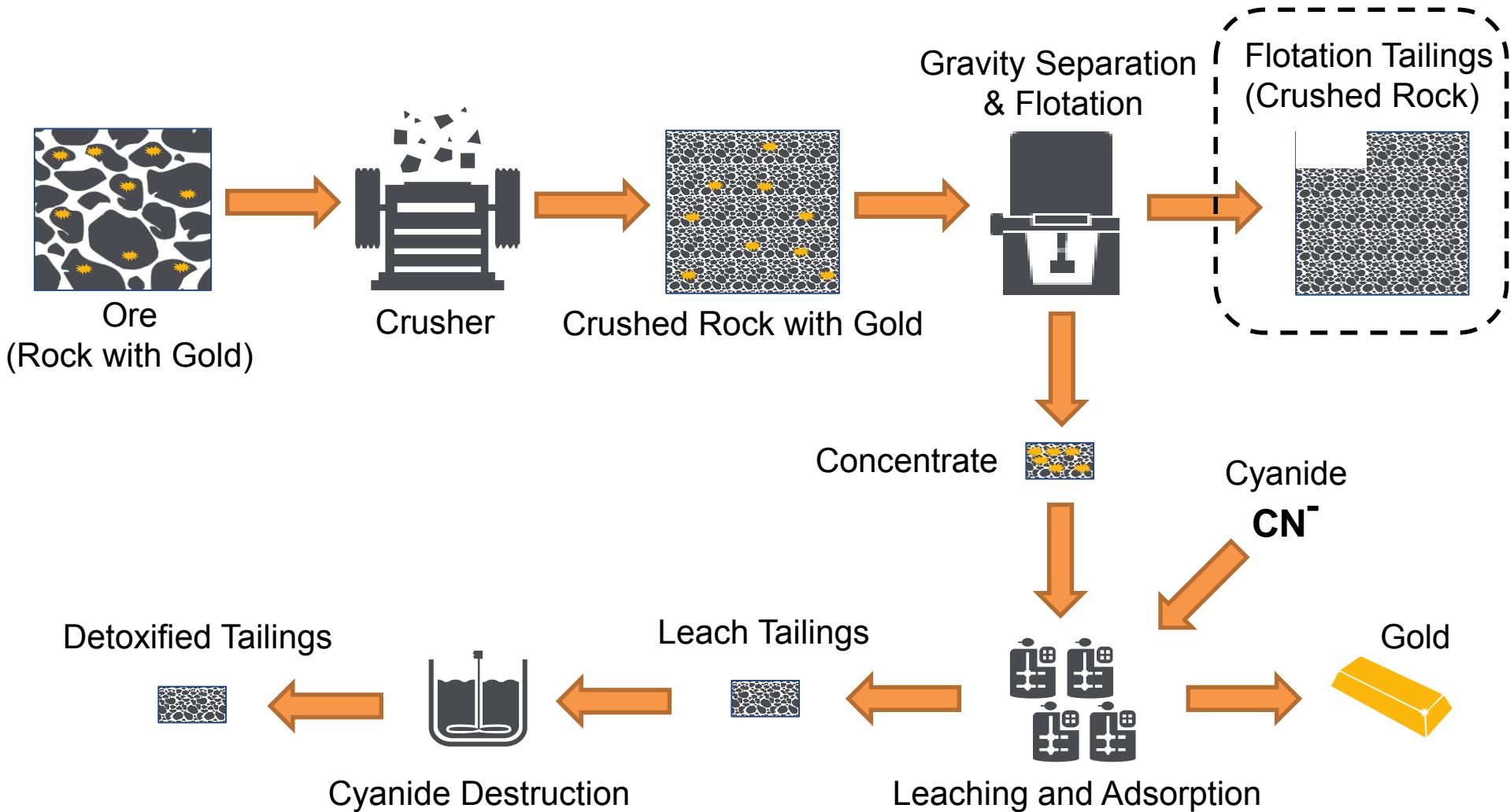
Tailings and Waste Rock



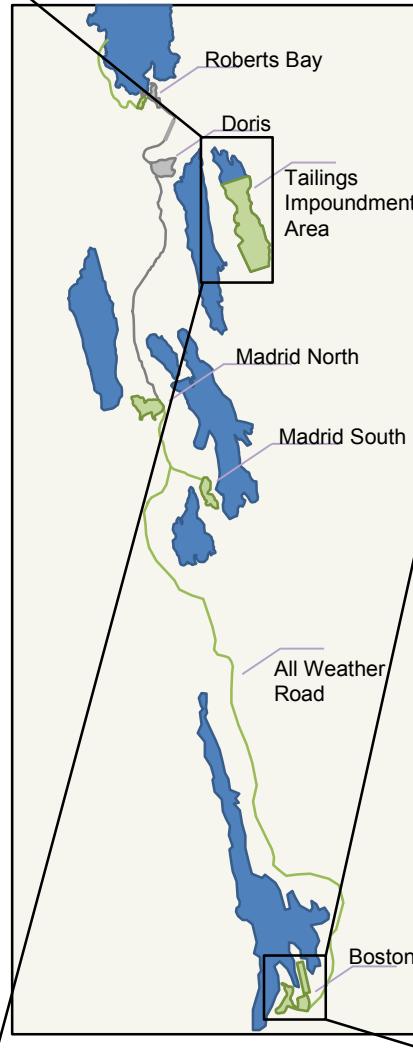
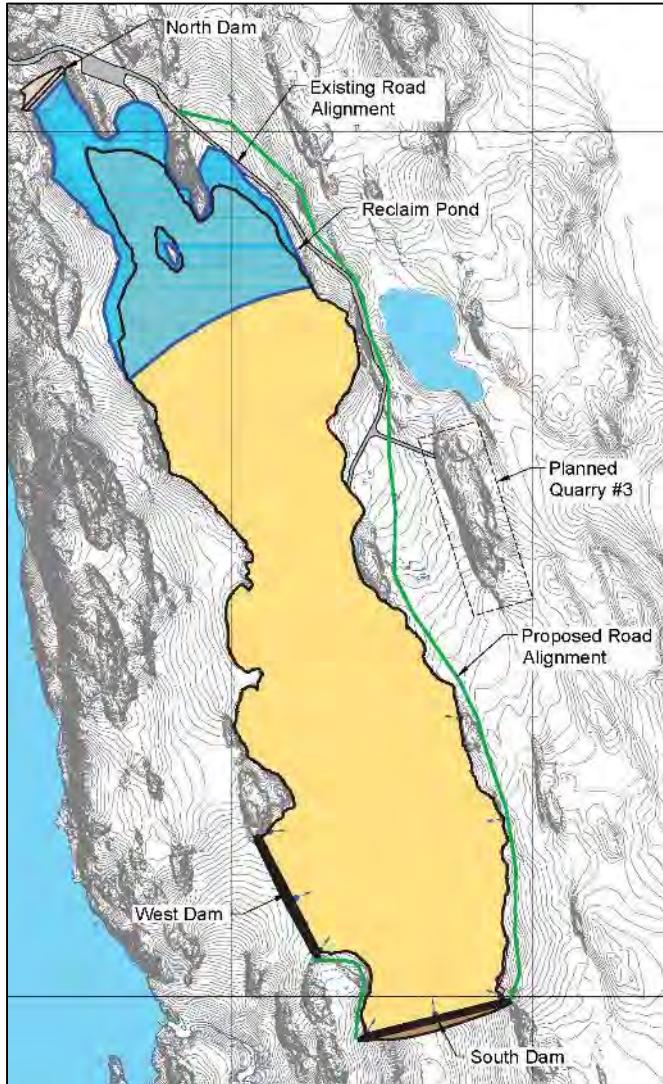
Flotation Tailings



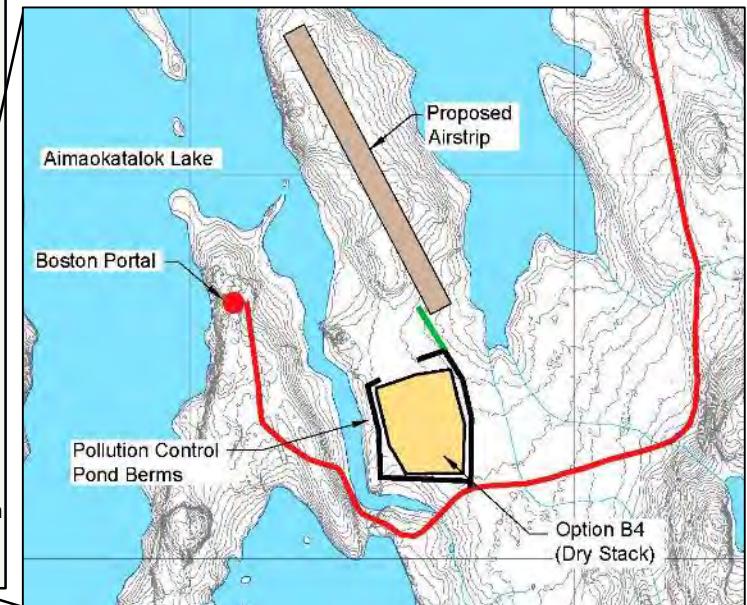
Detoxified Leach Tailings



Overview of Tailings Management



- Doris – Conventional Tailings Impoundment Area
- Boston – Dry Stack Tailings Management Area

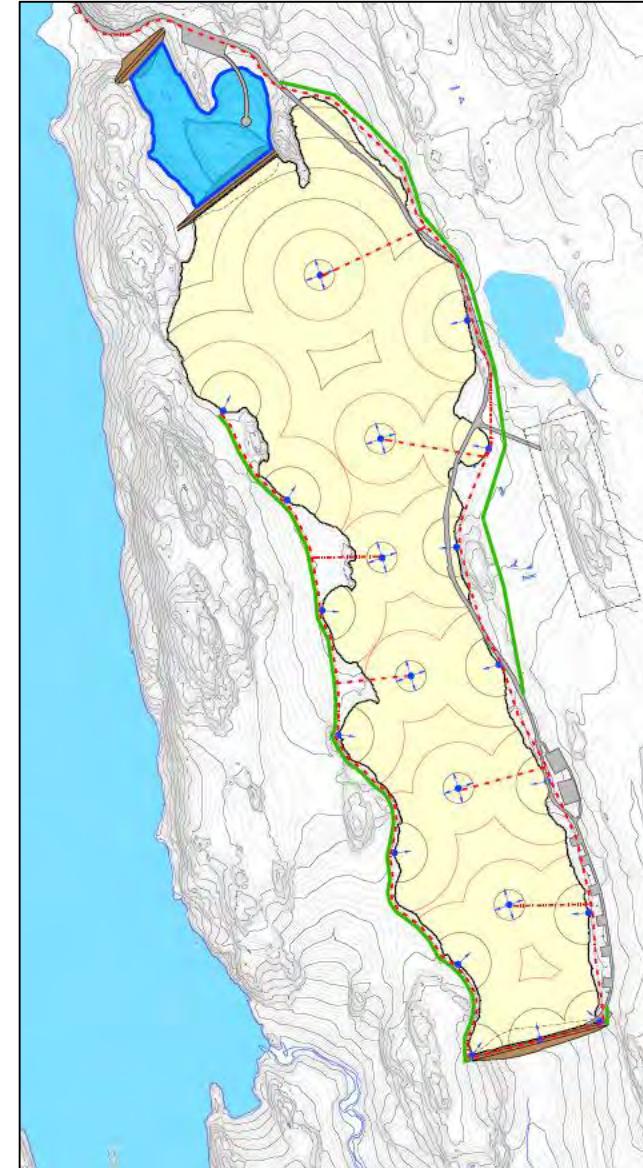


Alternative Analysis - Doris

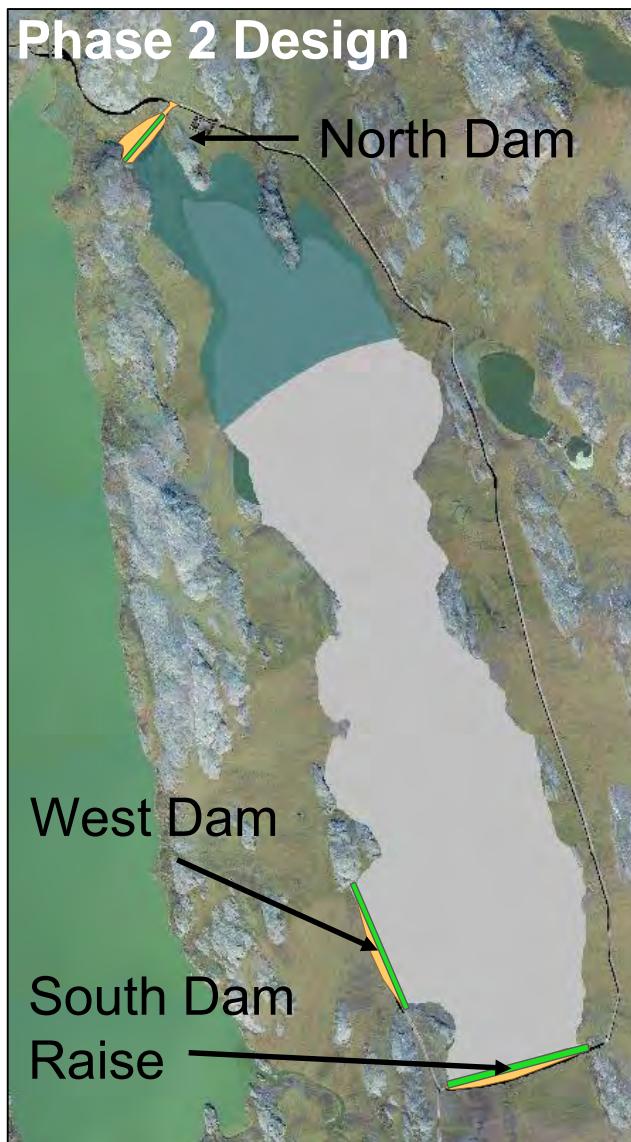
Siting
Options



Deposition
Options



Tailings Impoundment Area - Doris



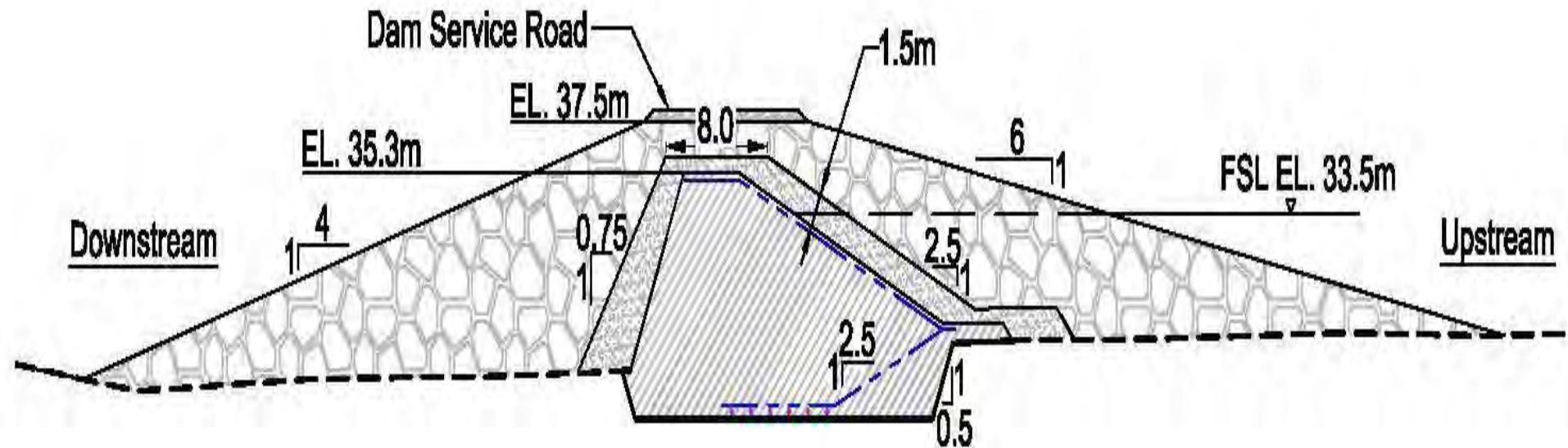
Tailings Impoundment Area - Doris



- Slurry tailings
- Low solids content
- Pumped
- Similar to:
 - Meadowbank
 - Nanisivik



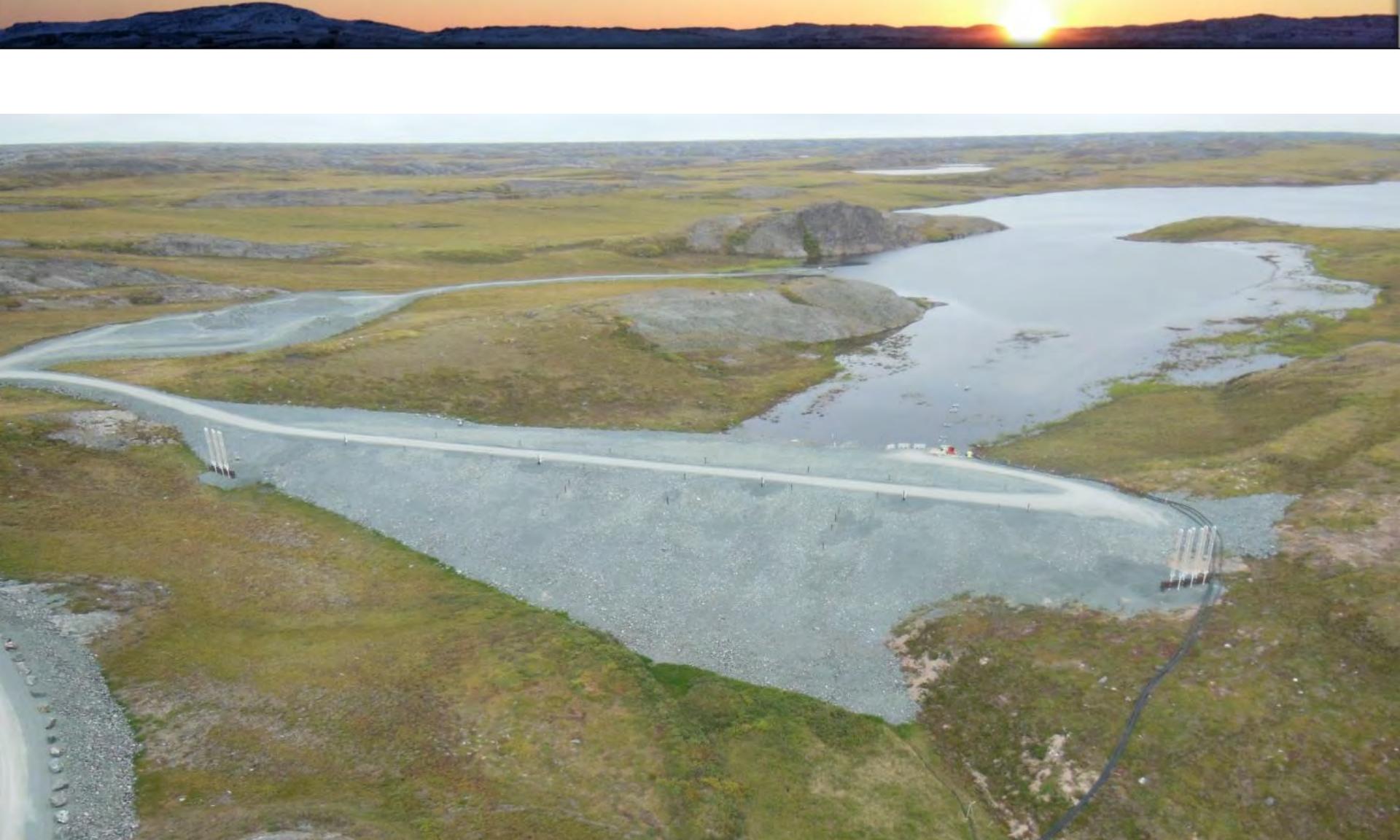
North Dam : Frozen Core Dam



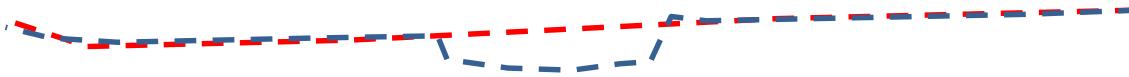
- Seepage Analysis
- Stability Analysis
- Creep Analysis
- Thermal Analysis
- Settlement Analysis
- Frost Heave Assessment
- Freeboard Hydraulic Assessment

North Dam

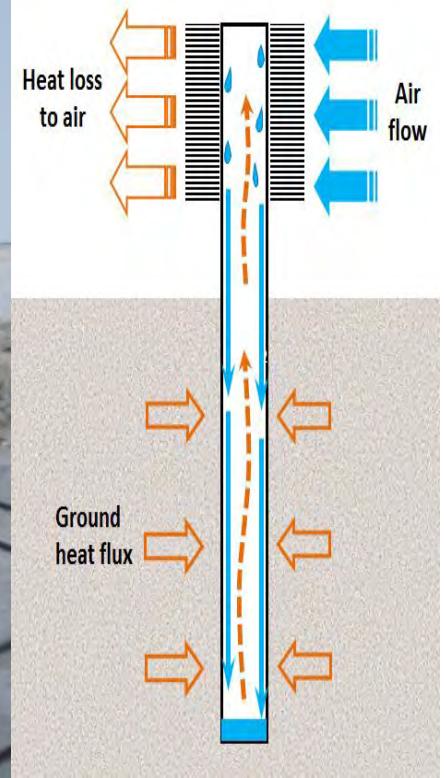
TMAC
RESOURCES



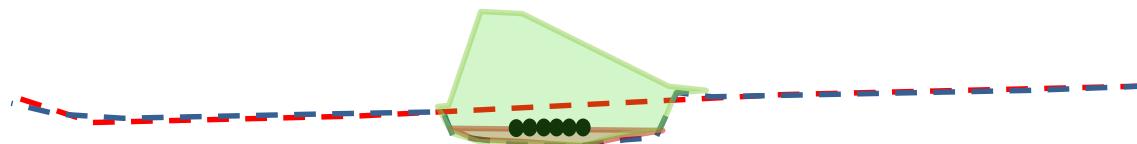
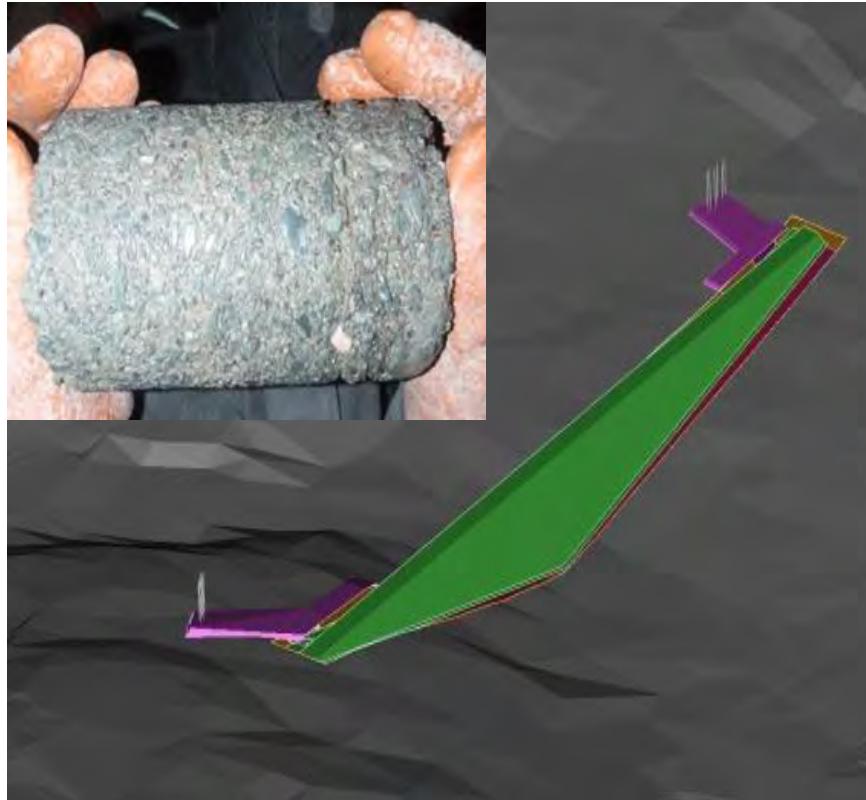
Key Trench Excavation



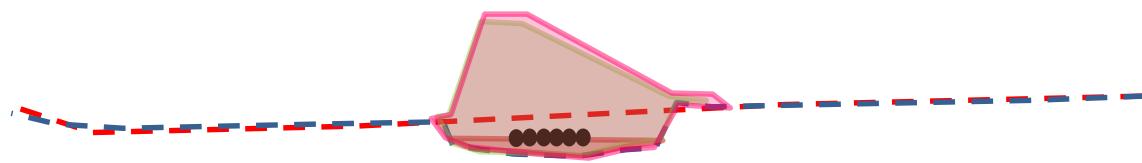
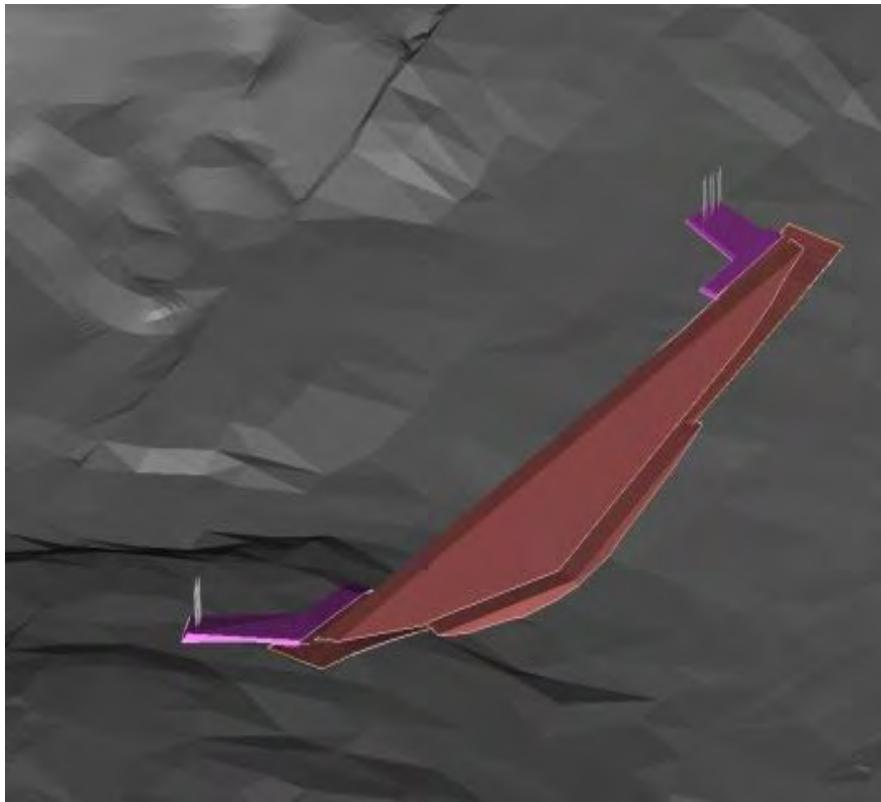
Thermosyphon Installation



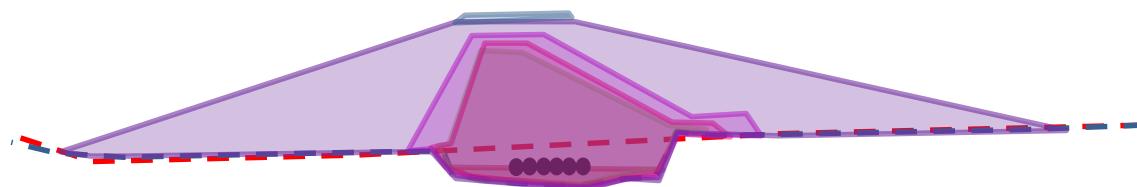
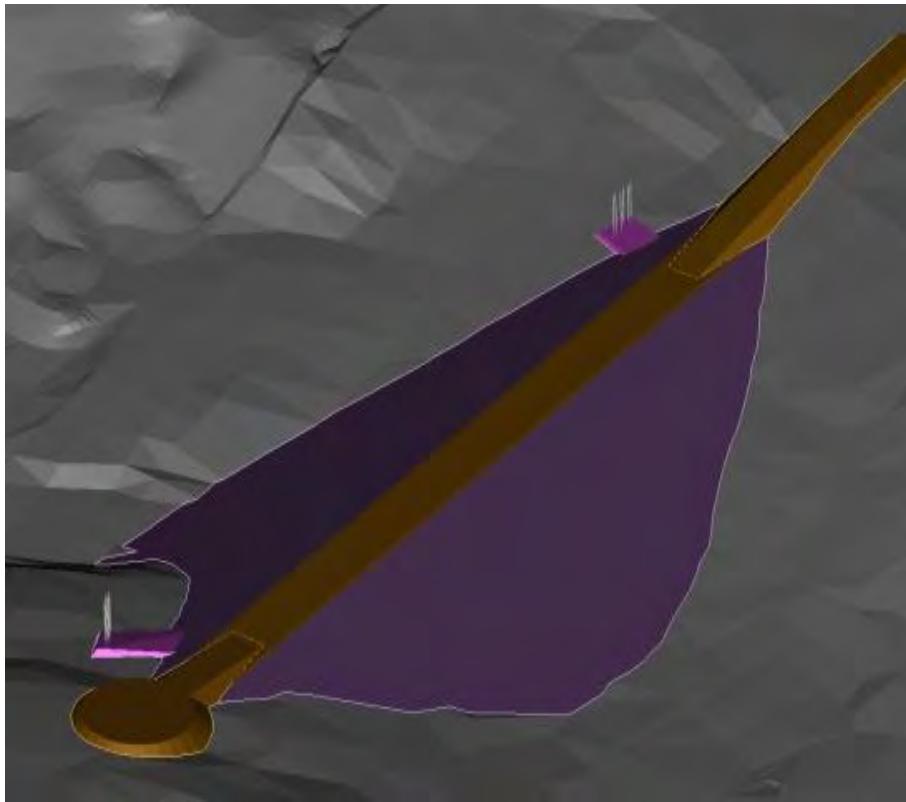
Frozen Core Construction



Liner (GCL) Installation



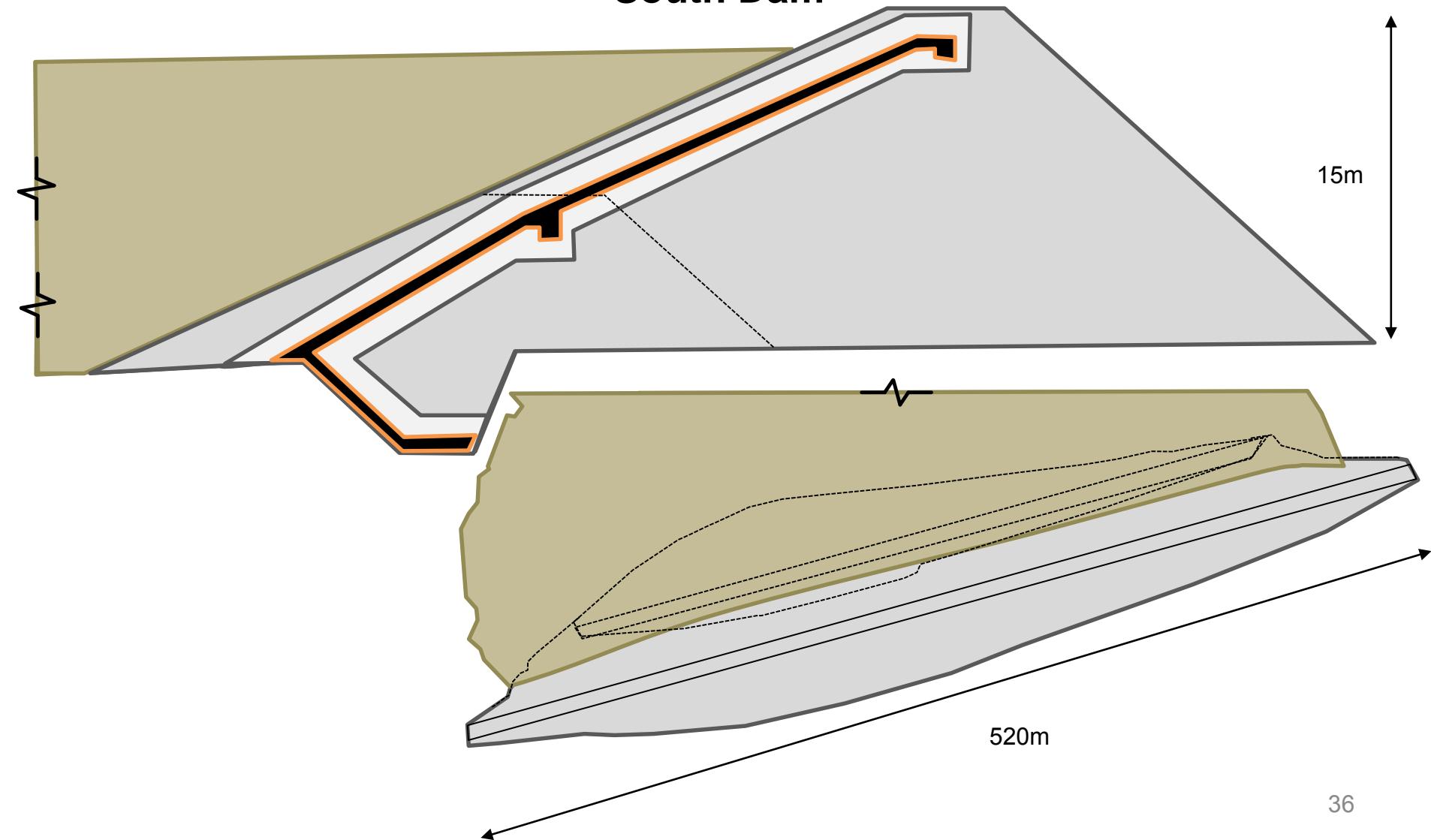
Transition & Shell Construction



Tailings Impoundment Area - Doris



South Dam



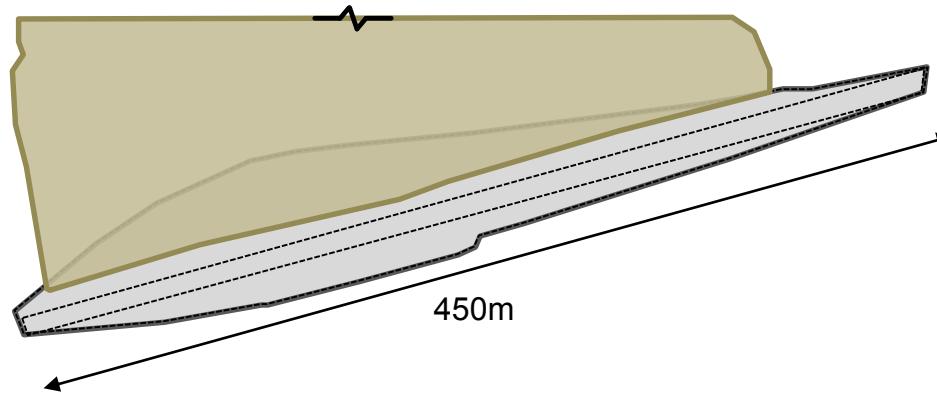
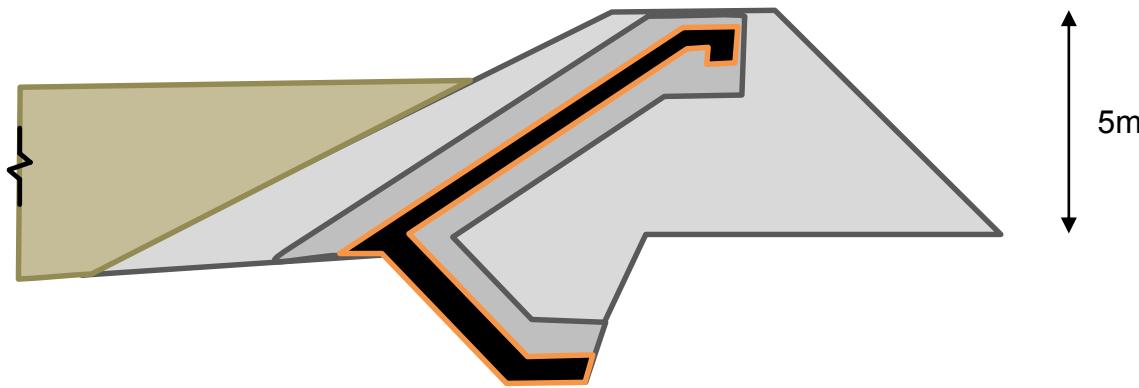
South Dam



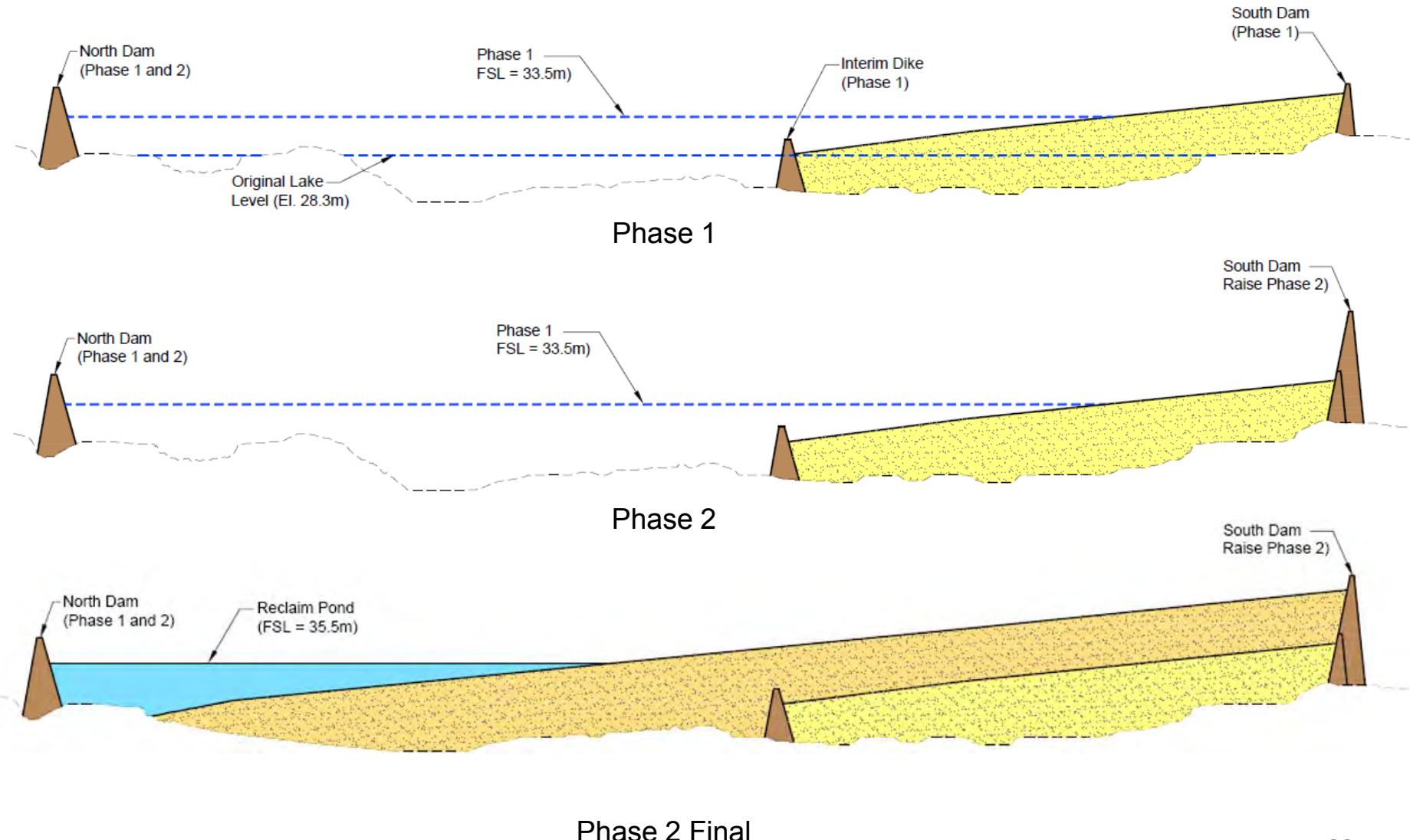
Tailings Impoundment Area - Doris



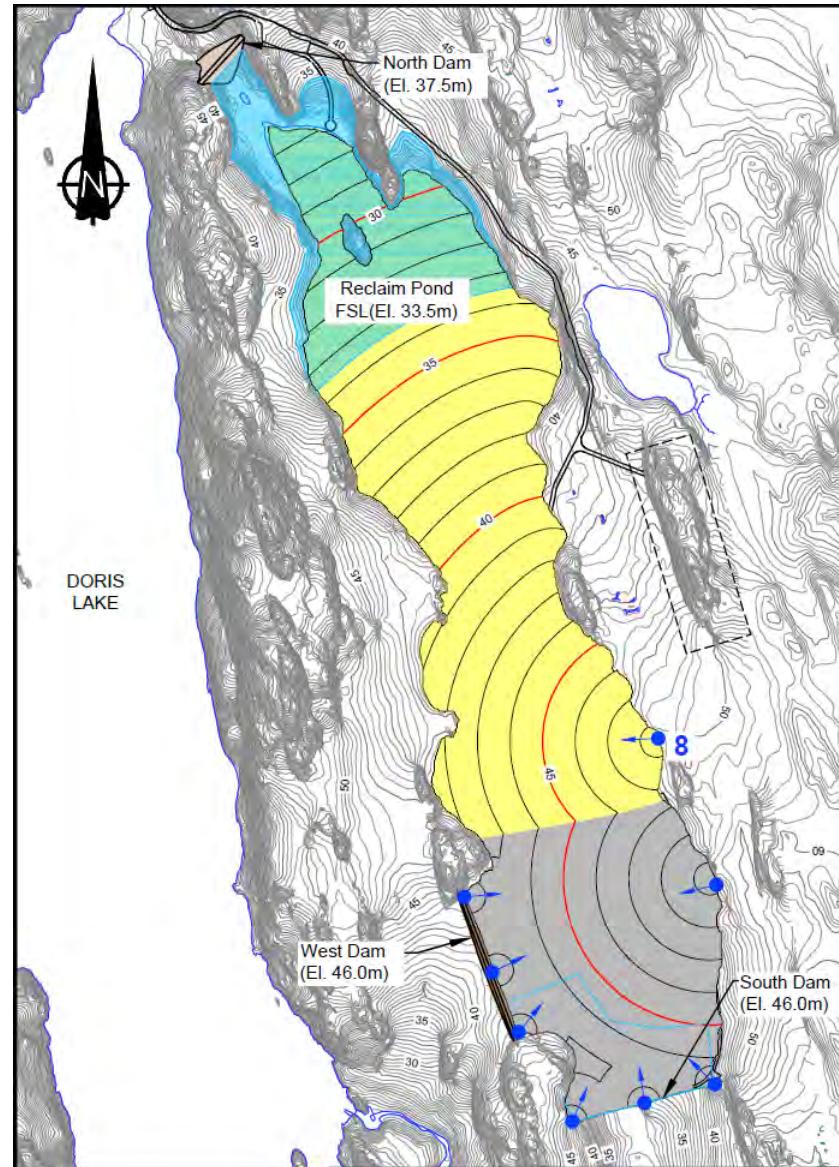
West Dam



Tailings Impoundment Area - Doris



Tailings Impoundment Area – Doris Operations



Summary of proposed changes

Component	Phase 1	Phase 2
Tailings Volume (tonnes)	2.5 million	Additional 15.5 million
Tailings Production Rate	Maximum nominal 2,000 tonnes per day	Maximum nominal 3,600 tonnes per day
Tailings Make-up	Only flotation tailings	No change
Deposition Method	Subaerial	No change
TIA Discharge Strategy	Seasonal discharge to Roberts Bay	No change
Closure Strategy	Breach North Dam; 0.3 m thick dry cover over tailings	No change

Tailings Impoundment Area - Doris



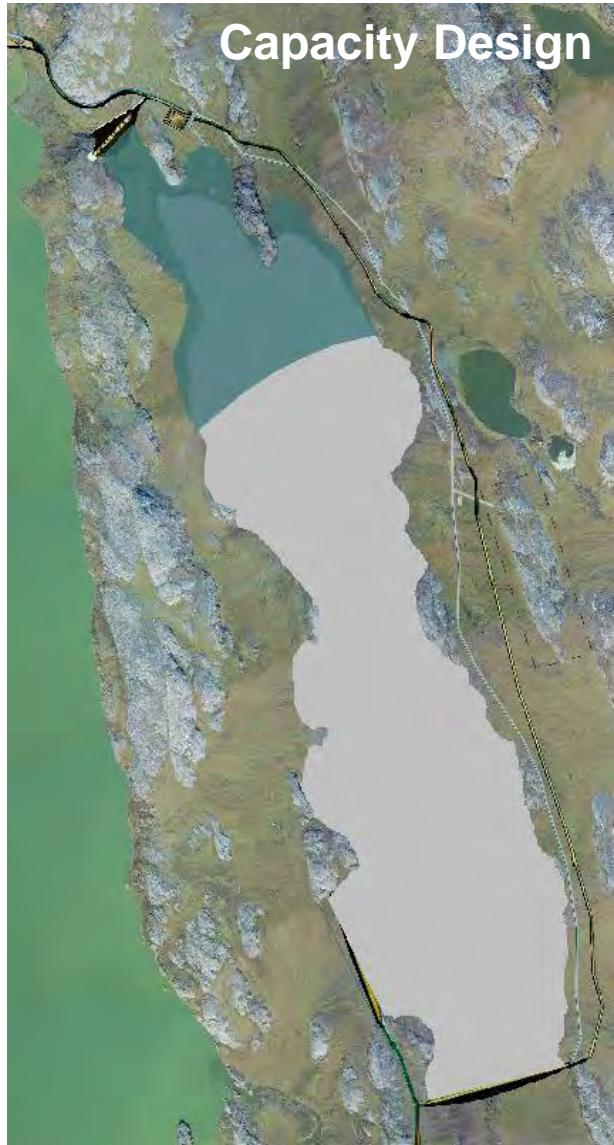
Summary of proposed changes

Component	Phase 1	Phase 2
North Dam	Frozen core dam	No change
North Dam Spillway	Includes spillway	No change
South Dam	Frozen foundation with liner	Dam raised by 8 m
Interim Dike	New containment structure	Not required
West Dam	Did not exist	Frozen foundation with liner
Tailings Geochemistry	Non acid generating; Neutral metal leaching	No change

Tailings Impoundment Area - Closure



Capacity Design



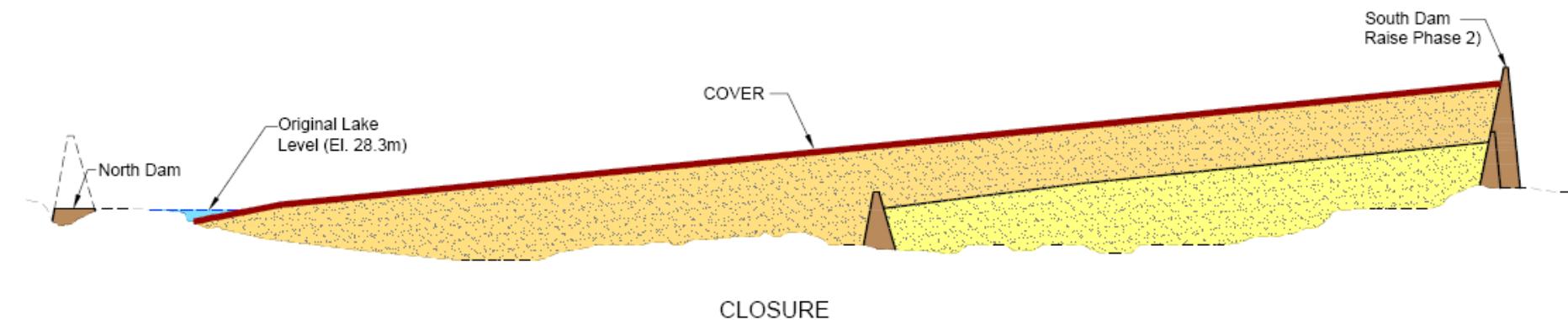
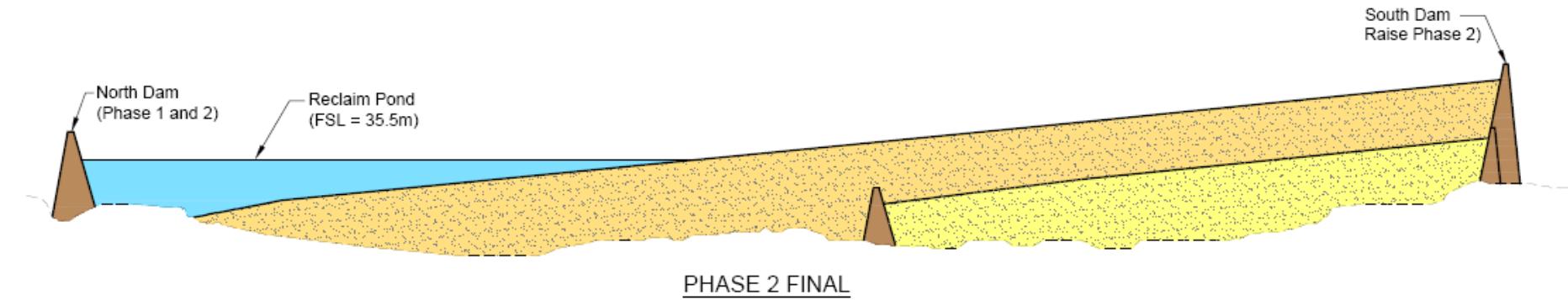
Cover



Final Closure

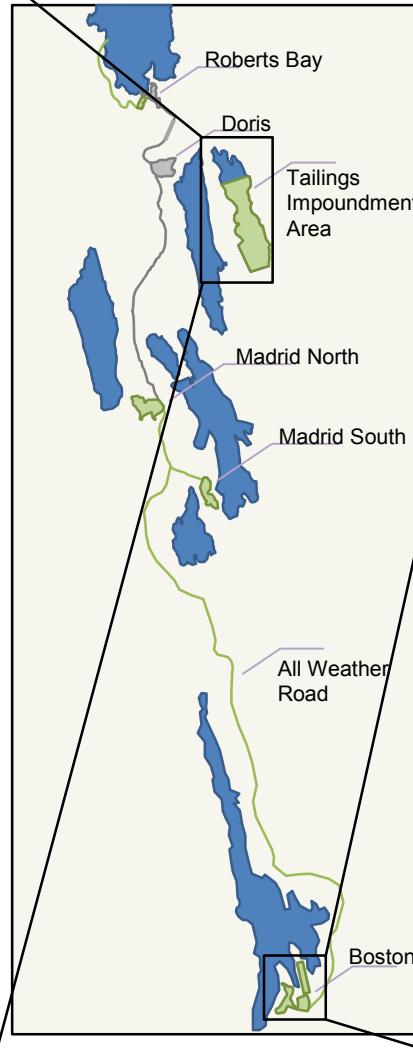
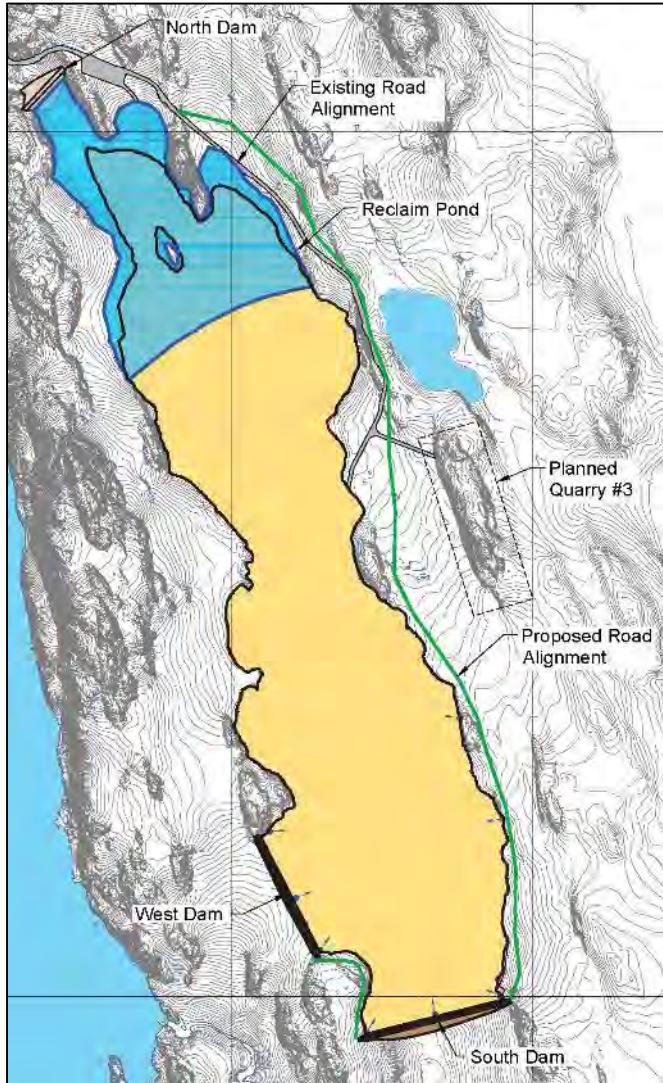


Tailings Impoundment Area - Closure

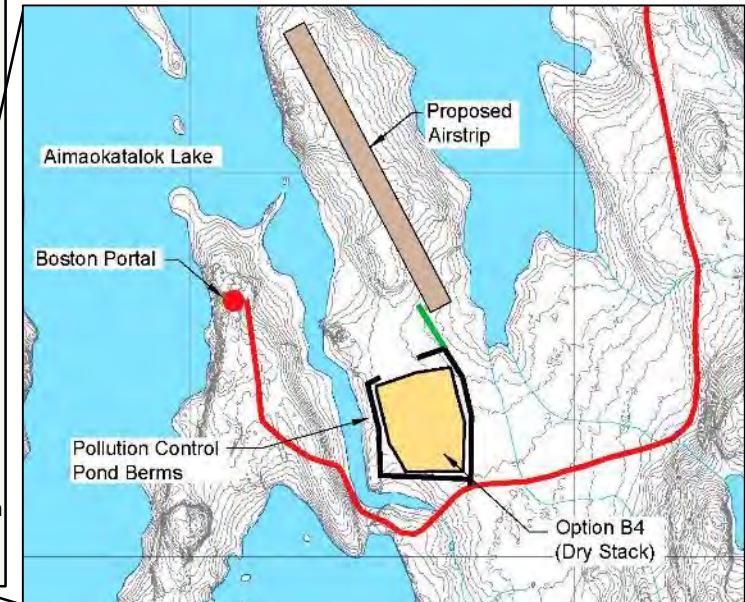


LEGEND	
-----	Existing Ground Surface
██████	Deposited Tailings (Phase 1)
██████	Deposited Tailings (Phase 2)
■■■■■	Dam

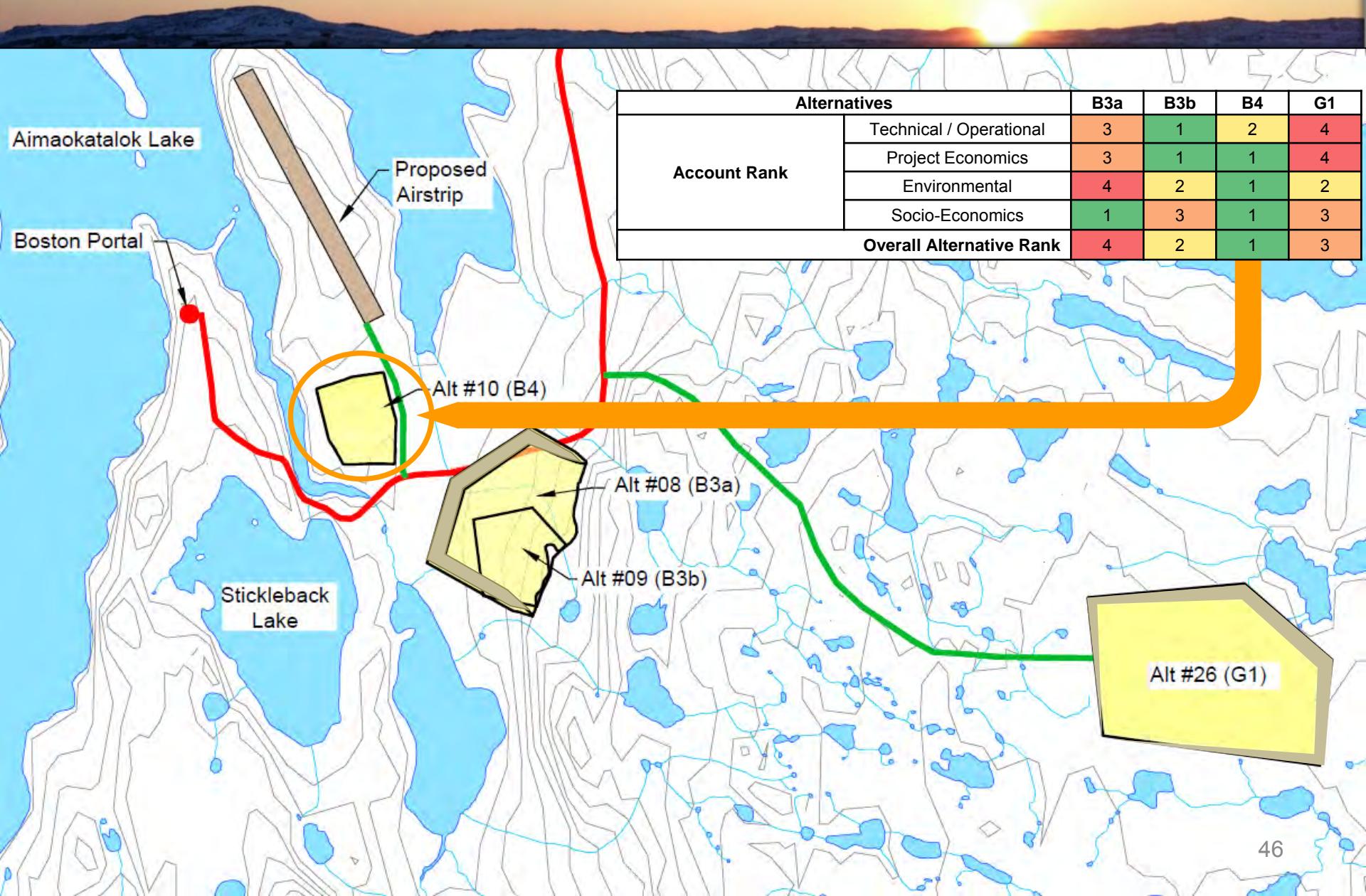
Summary of Tailings Management



- Doris – Conventional Tailings Impoundment Area
- Boston – Dry Stack Tailings Management Area



Alternative Analysis - Boston



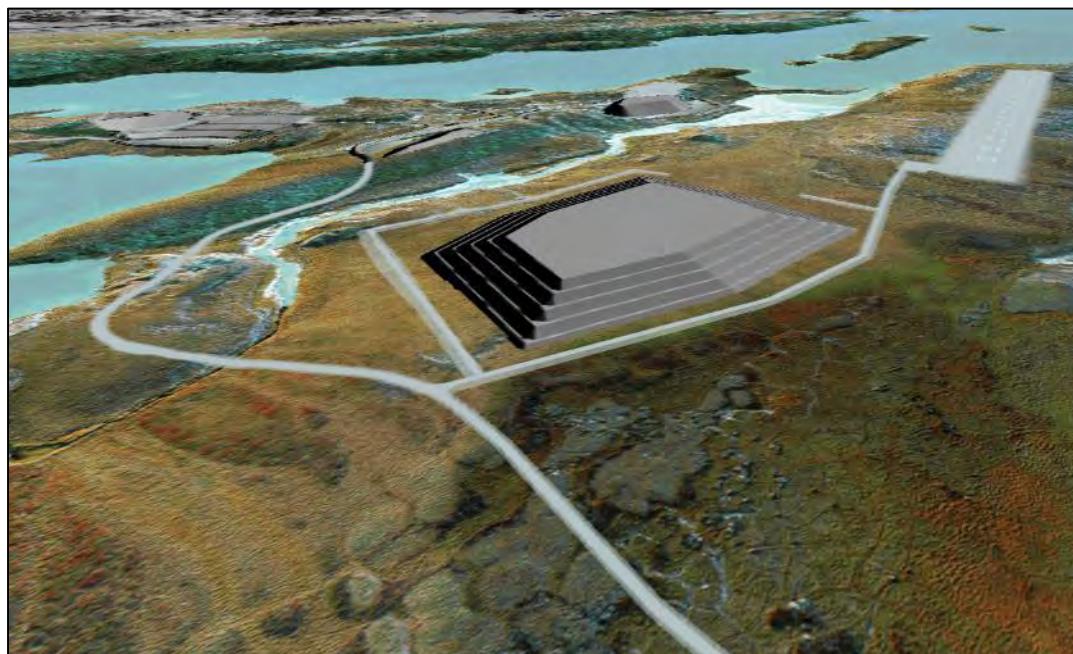
Tailings Management Area - Boston



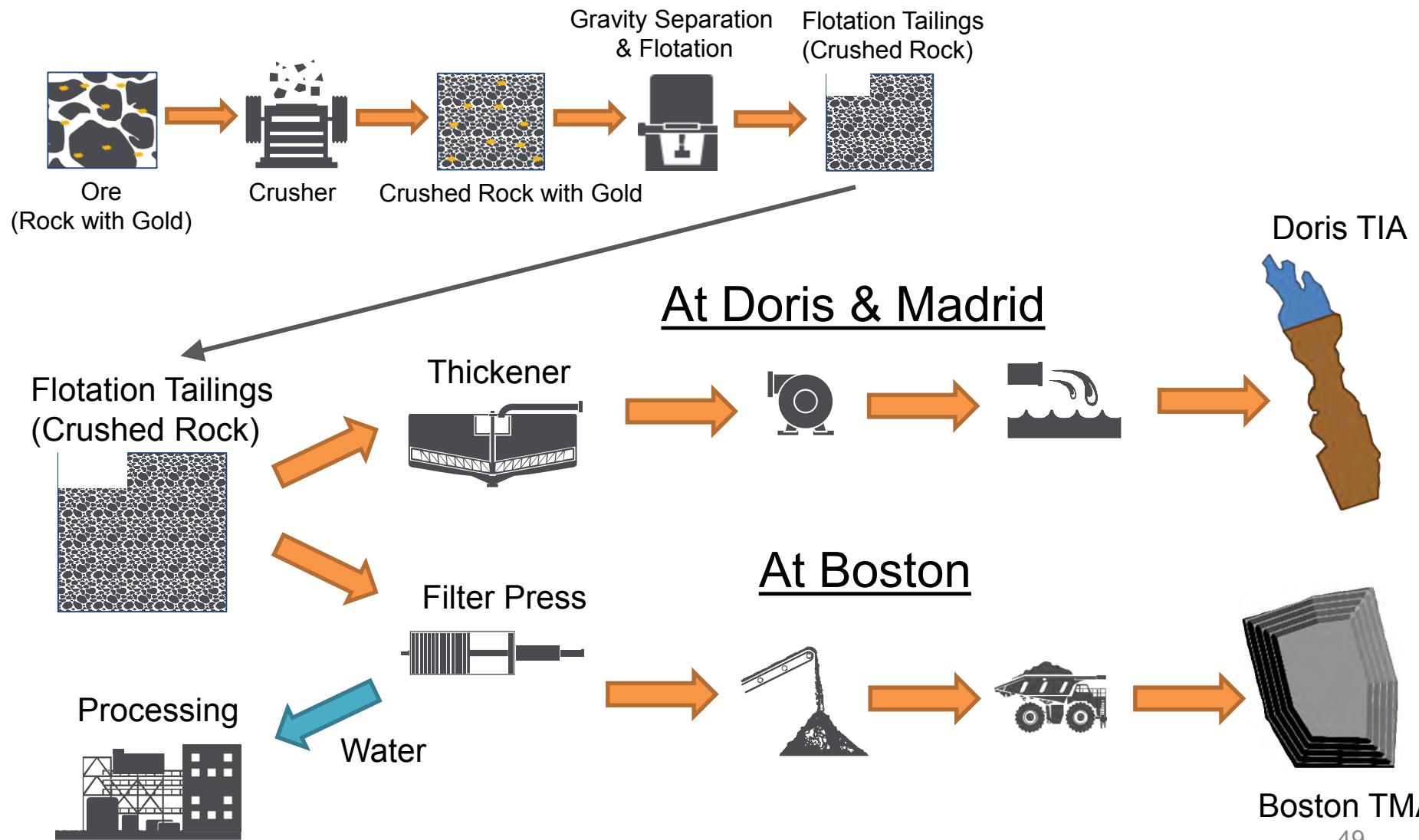
Tailings Management Area - Boston



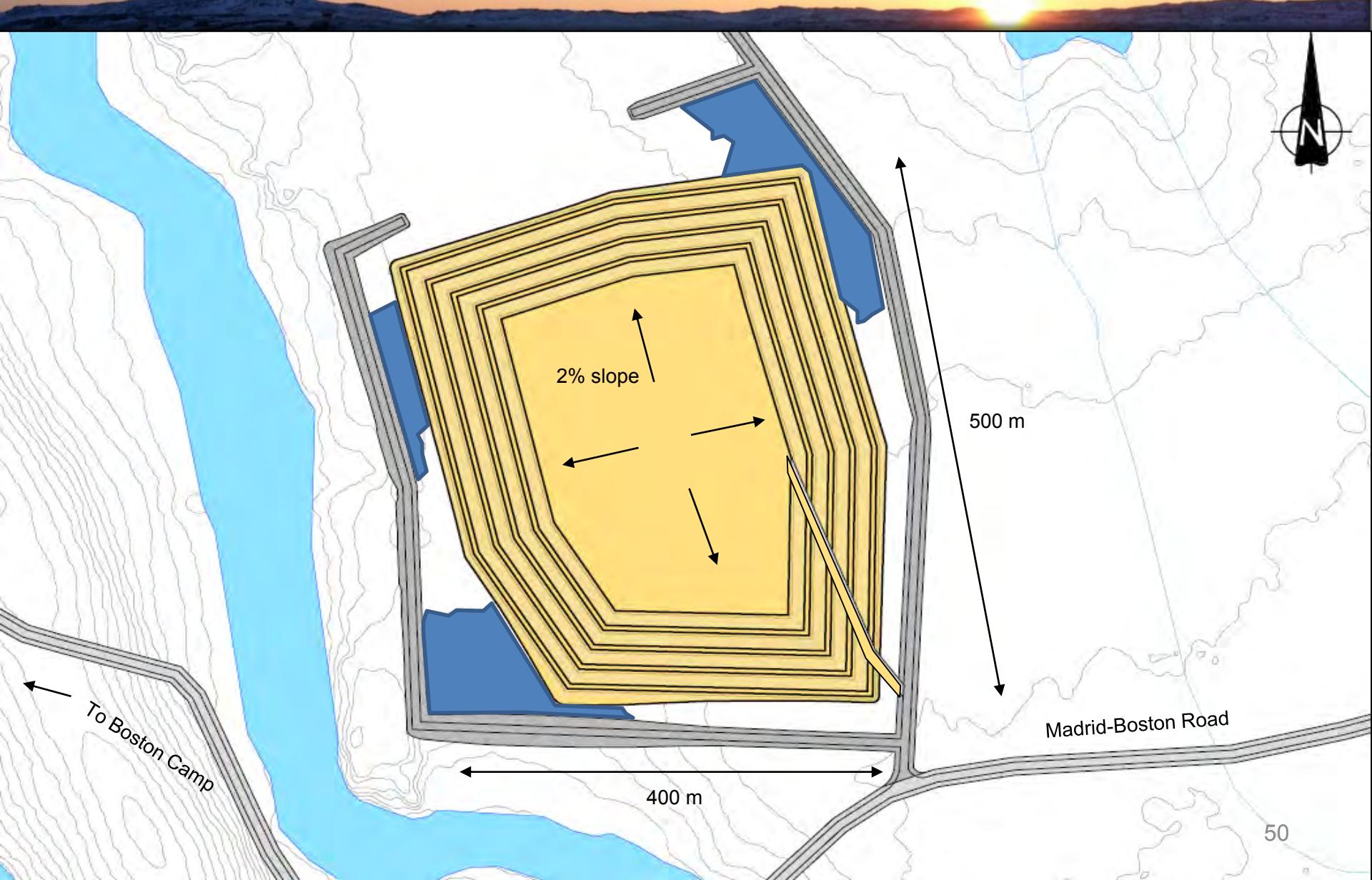
- Filtered tailings
- Trucks, Dozers, Compactors
- Stackable and compactable
- Similar to:
 - Raglan
 - Fort Knox
 - Pogo



Tailings

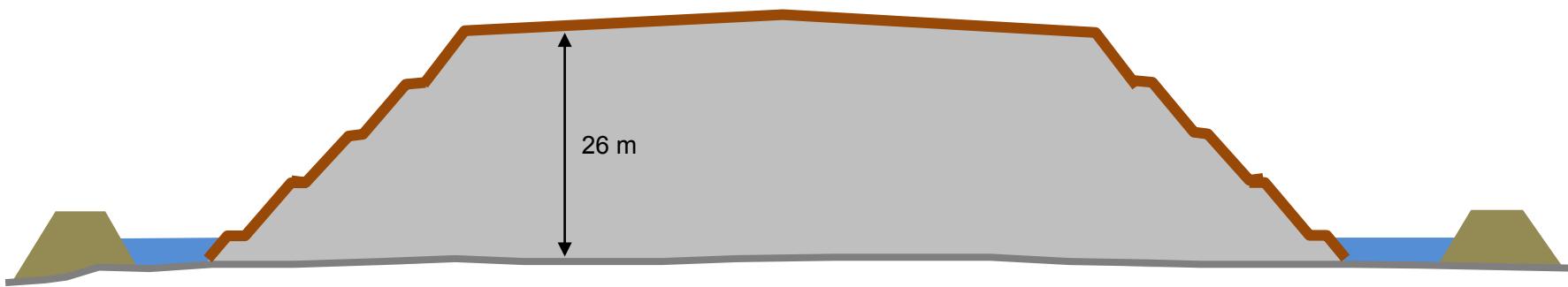


Tailings Management Area - Boston



Tailings Management Area - Boston

- Stability Analyses
- Geomembrane Leakage Assessment
- Thermal Analyses
- Deformation and Settlement Analysis



- Water collection
- Erosion Protection
- Dust Management
- Compaction and grading
- Lined Protective Cover
- Stable landform

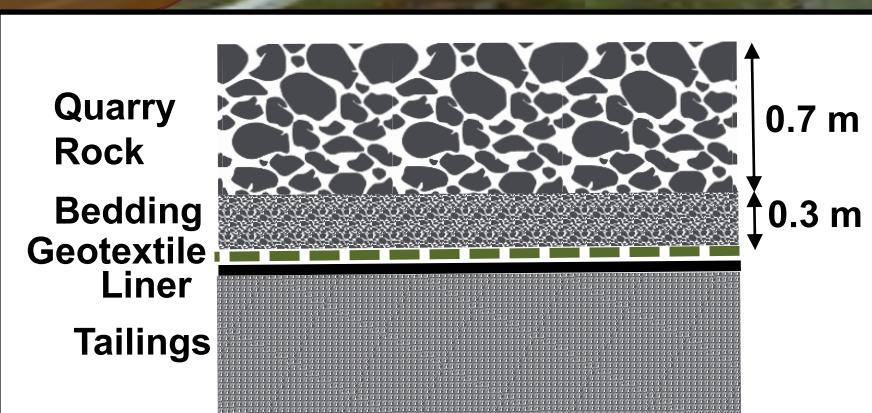
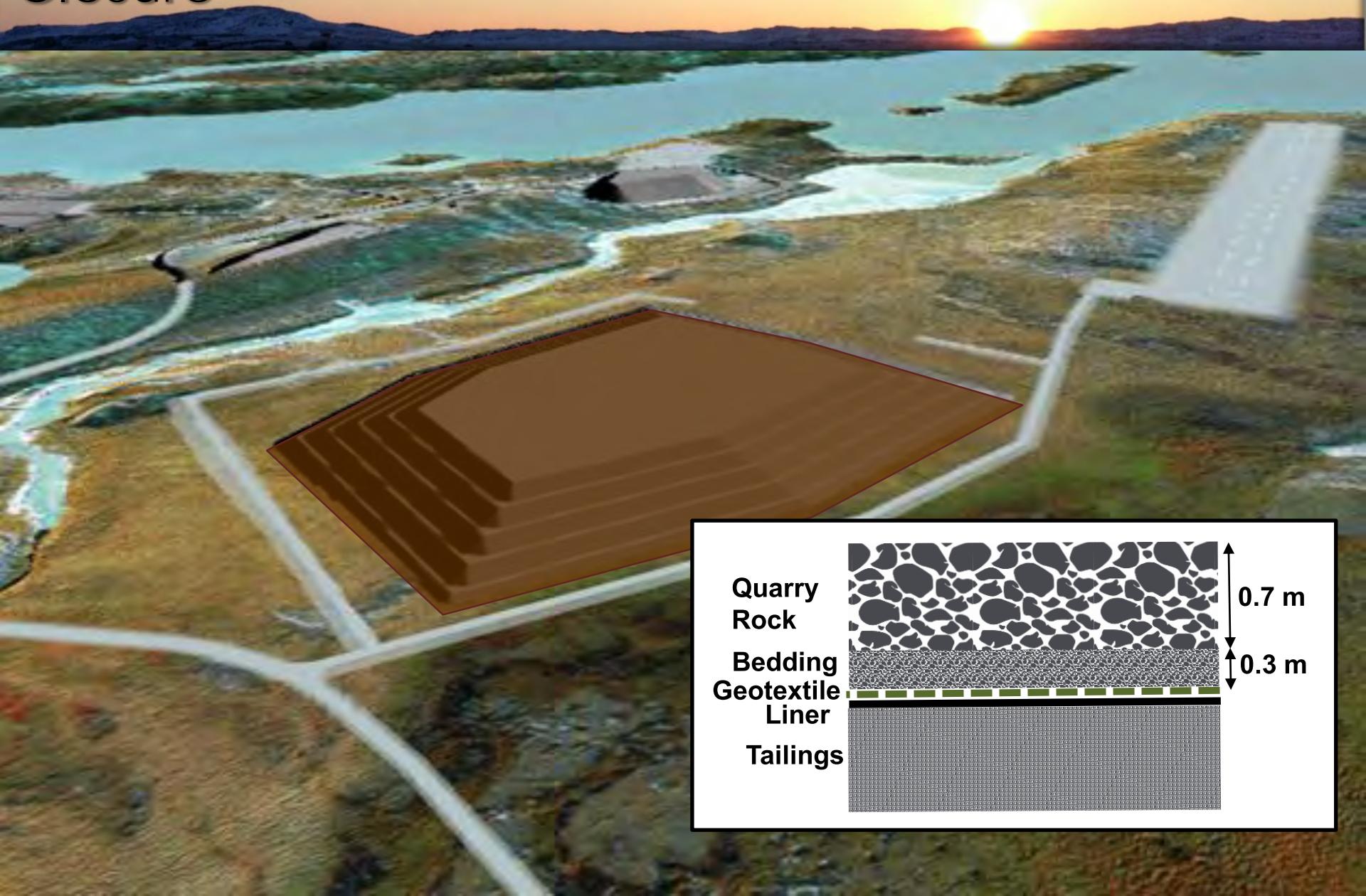
Summary of key criteria

Component	Criteria
Dam Hazard Classification	Significant
Design Life	<ul style="list-style-type: none">• Active deposition period• Assumed Post-closure monitoring period• Long-term design basis <ul style="list-style-type: none">• 8 years• 10 years• Up to year 2100
Tailings Production Rate	2,400 tonnes per day
Tailing Moisture Content	20.5% (by weight)
Tailings Dry Density	1.8 t/m ³
Tailings Storage Requirement	<ul style="list-style-type: none">• By mass• By volume <ul style="list-style-type: none">• 5.1 Mt• 2.8 Mm³
Tailings Deposition Method	Load, haul, dump, place, and compact filtered tailings

Dust Management



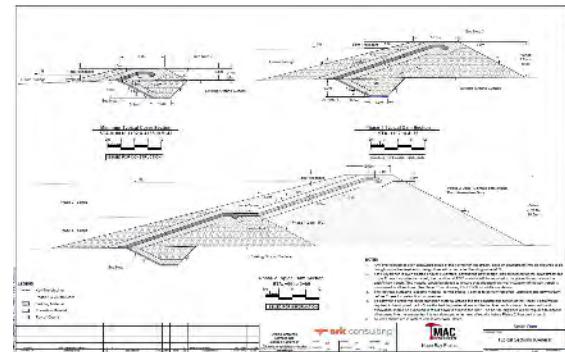
Tailings Management Area - Boston Closure



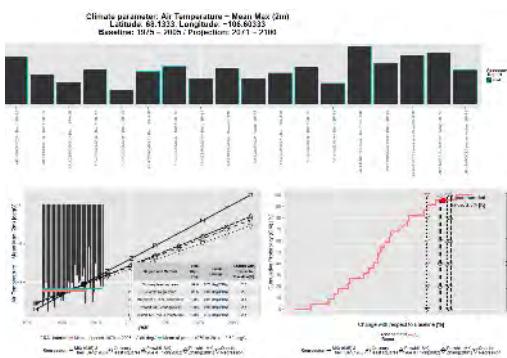
Tailings Facility Designs



Additional geotechnical investigation and detailed design prior to construction



Consider Climate Change



Summary of Waste Rock Management

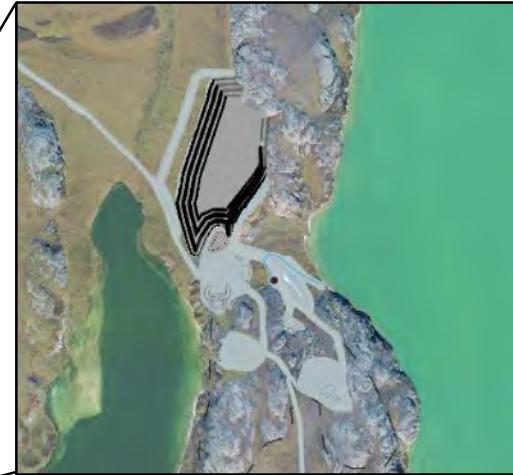


Temporary Waste Rock Piles

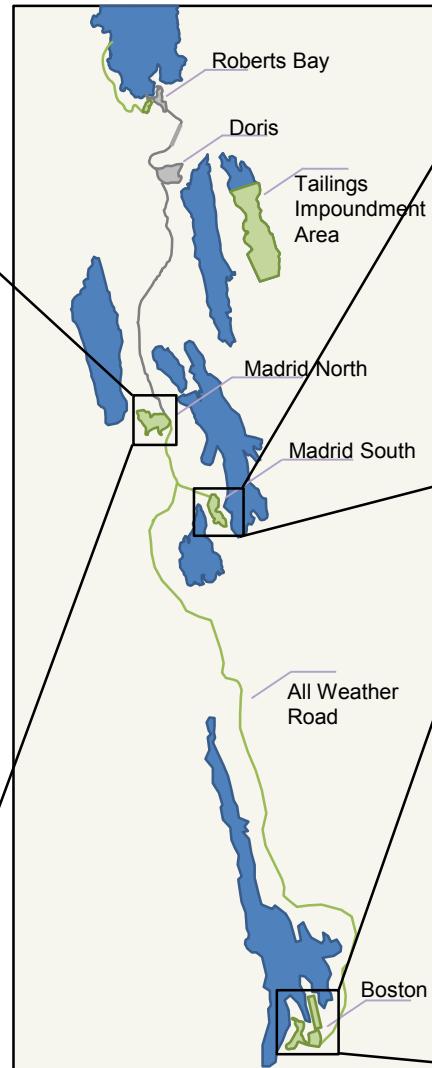
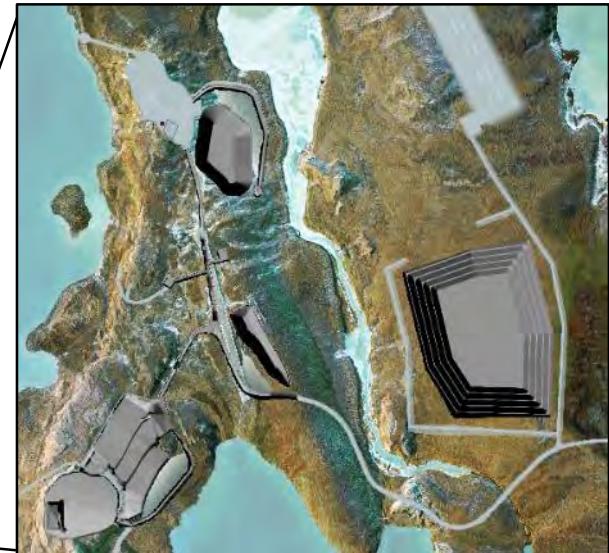
Madrid North



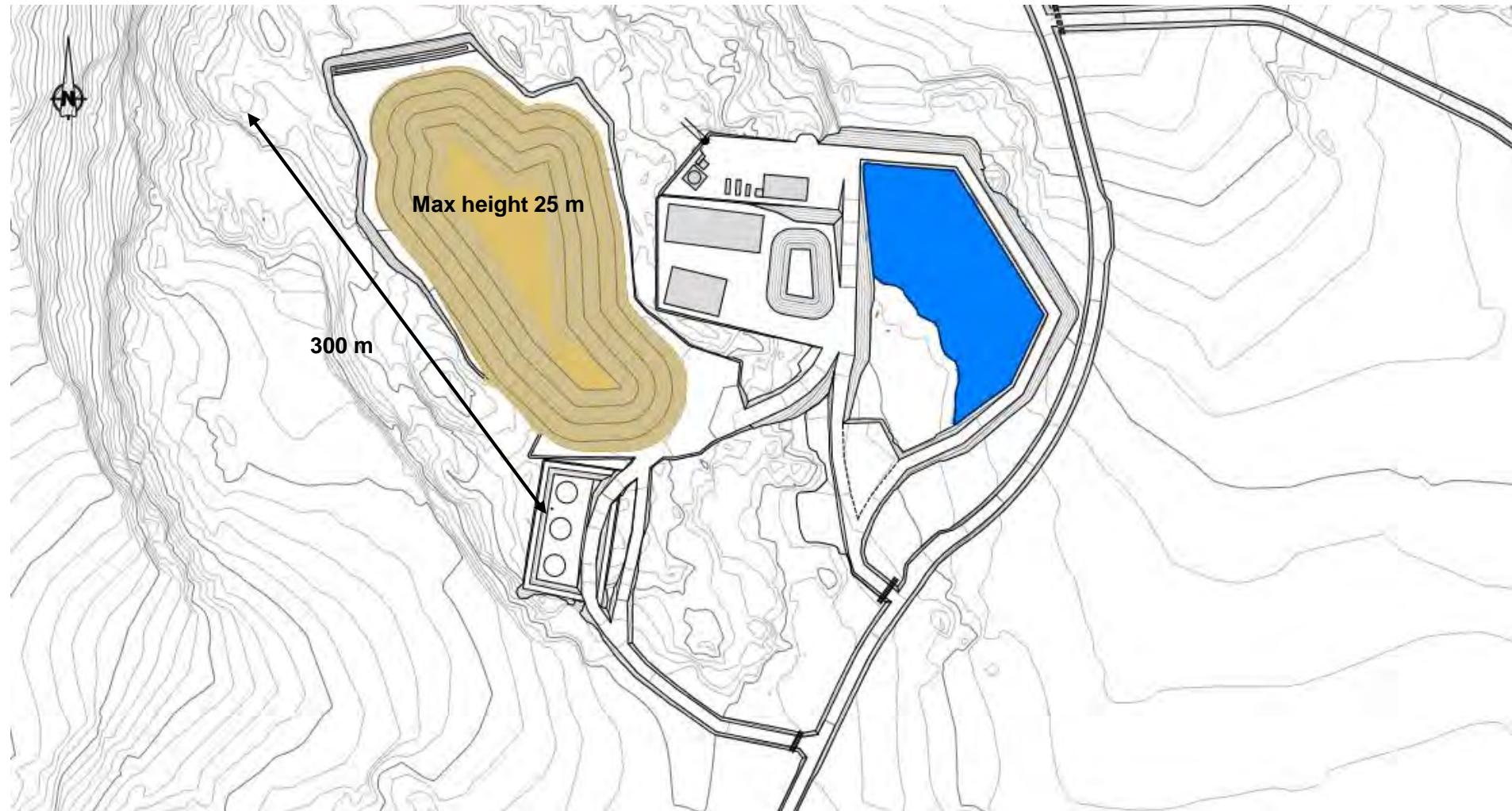
Madrid South



Boston

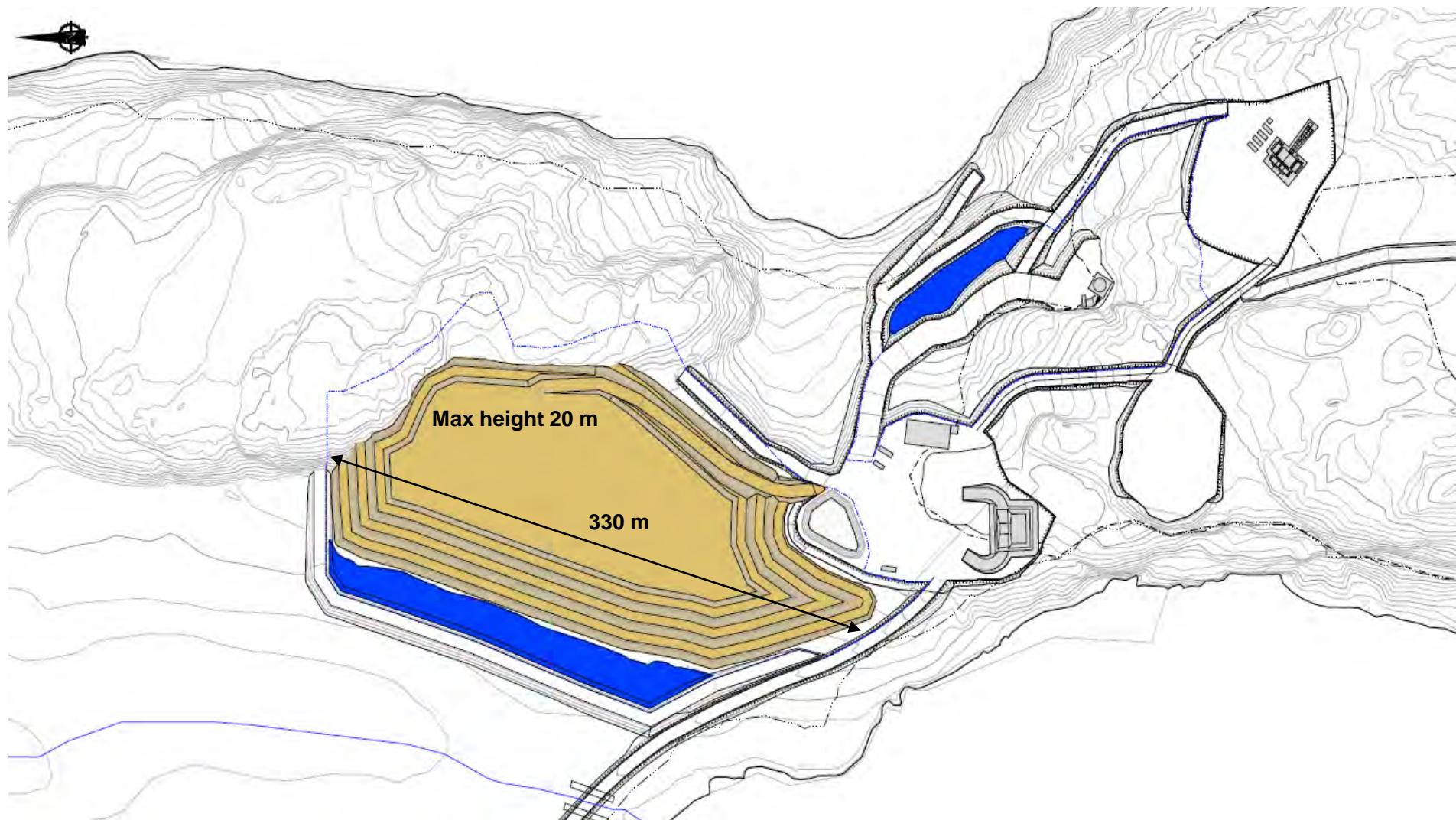


Summary of Waste Rock Management



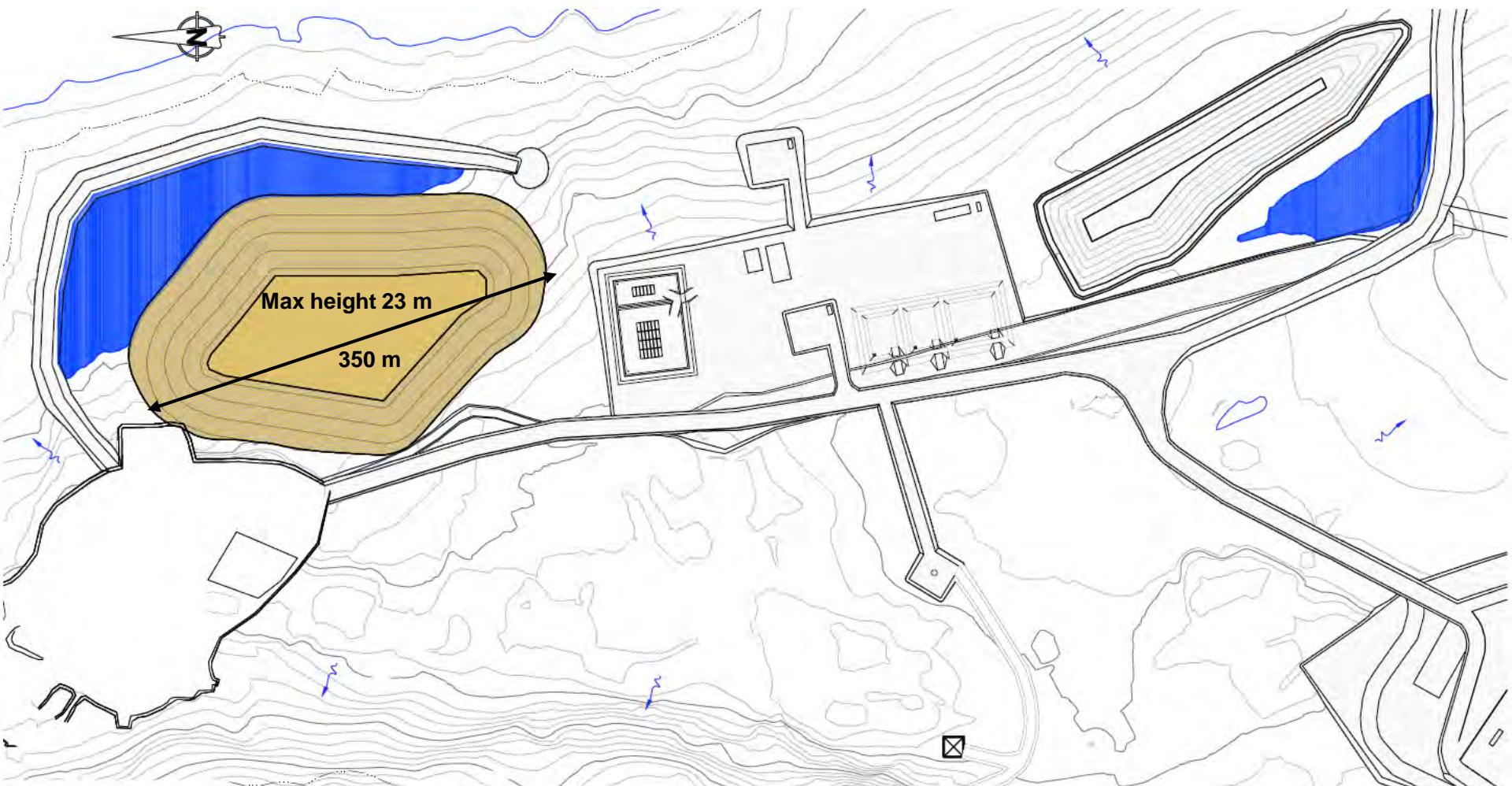
Madrid North

Summary of Waste Rock Management

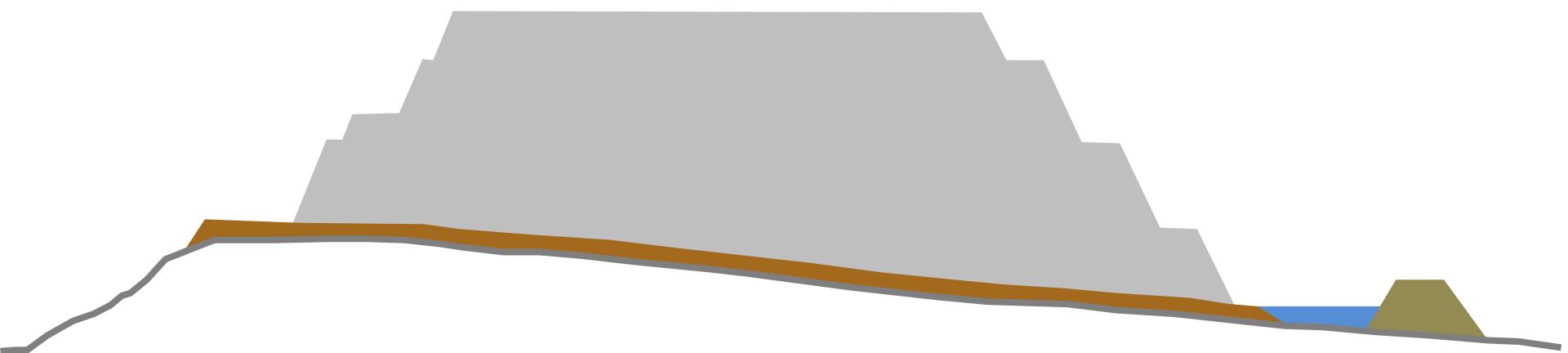


Madrid South

Summary of Waste Rock Management

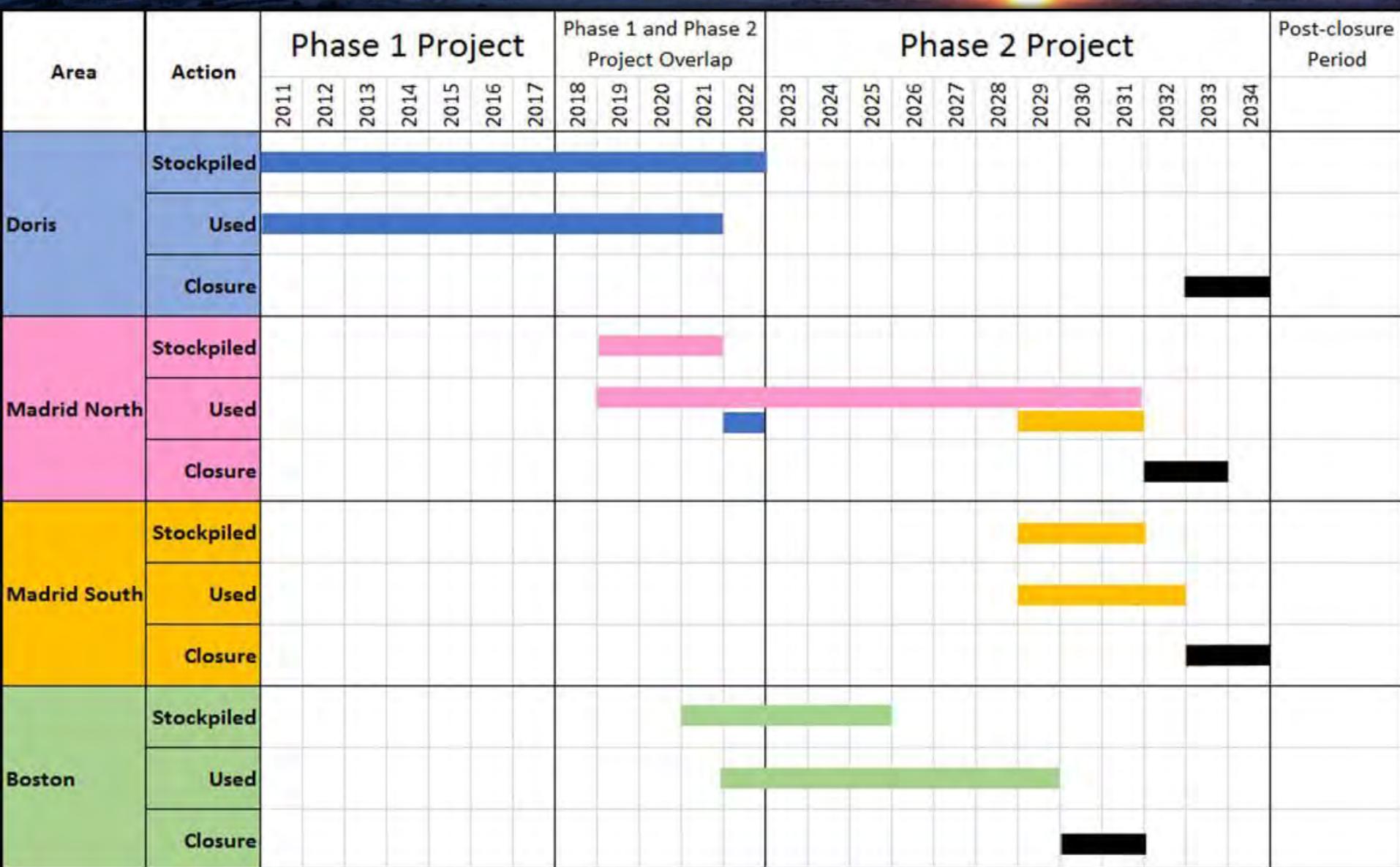


Summary of Waste Rock Management



- Stability Analyses

Summary of Waste Rock Management



Tailings and Waste Rock Management

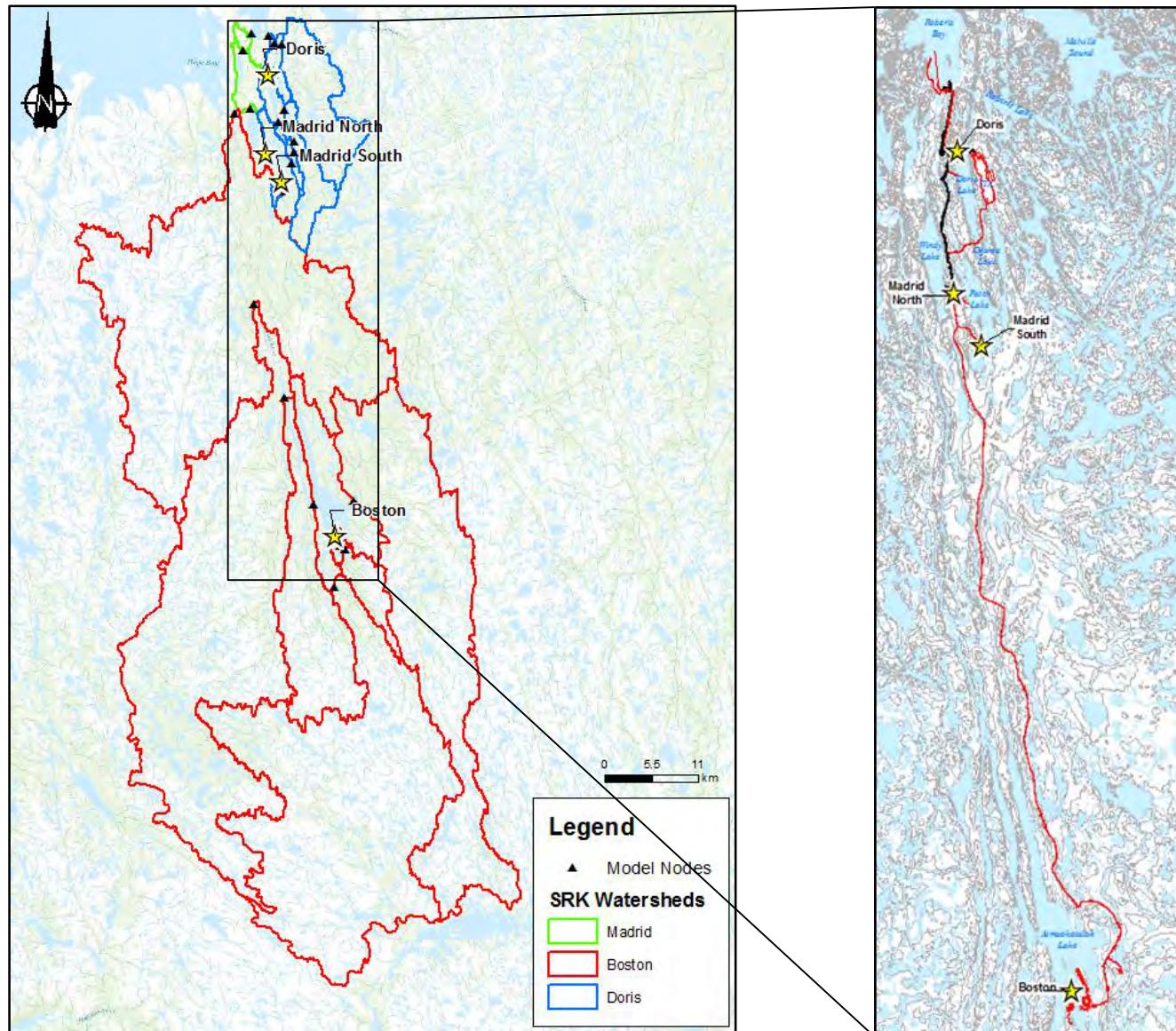


- State of practice tailings management
 - Doris Tailings Impoundment Area
 - Boston Tailings Management Area
- No waste rock left on surface post closure



Water Management

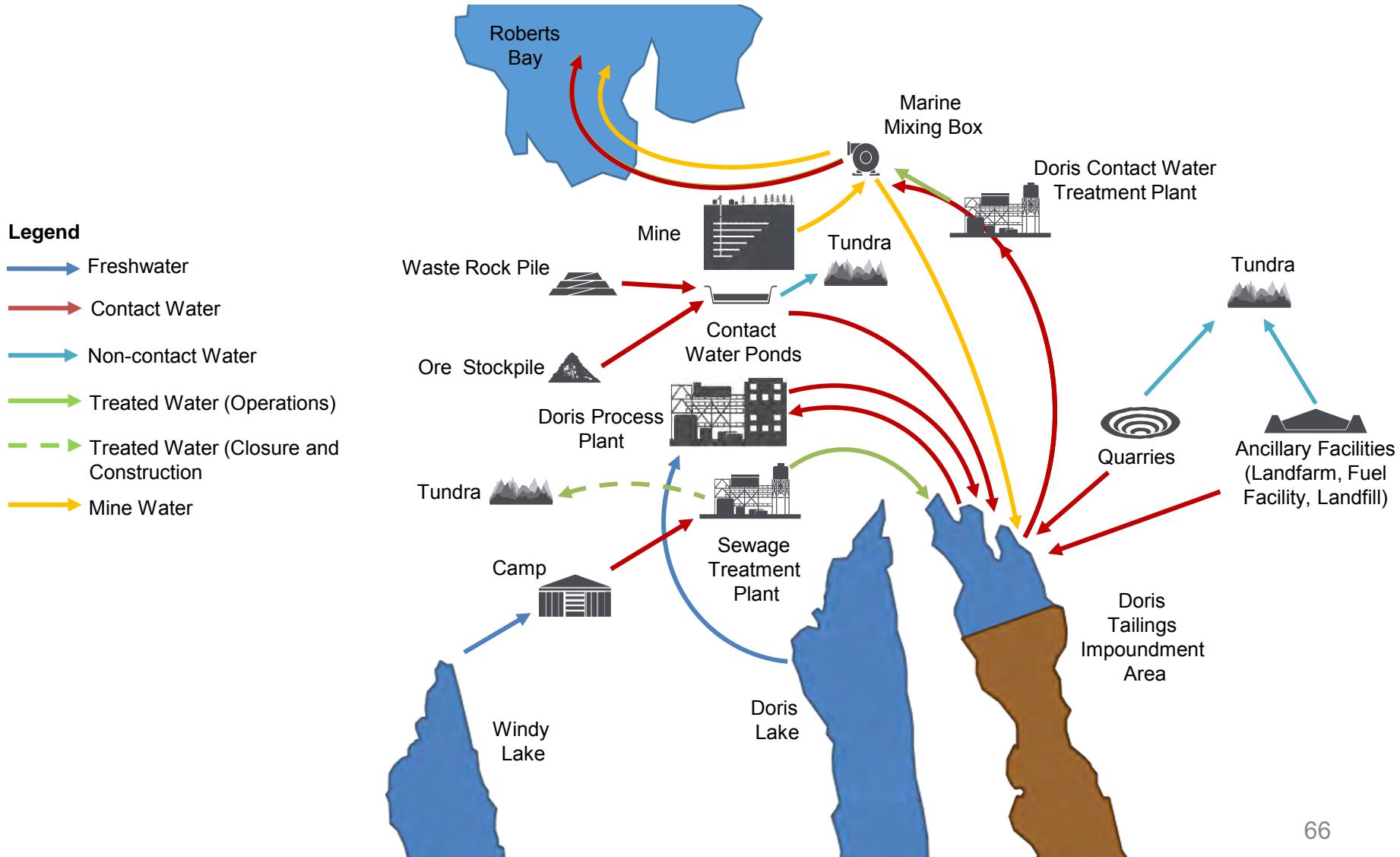
Hydrological Setting



Doris Water Management

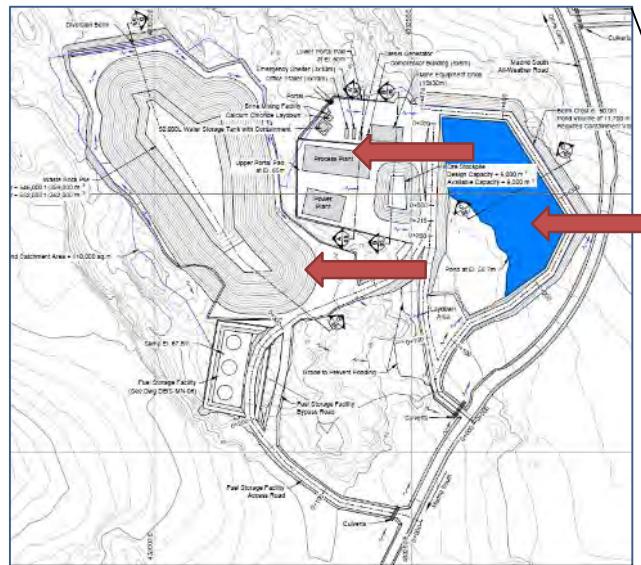


Doris Water Management

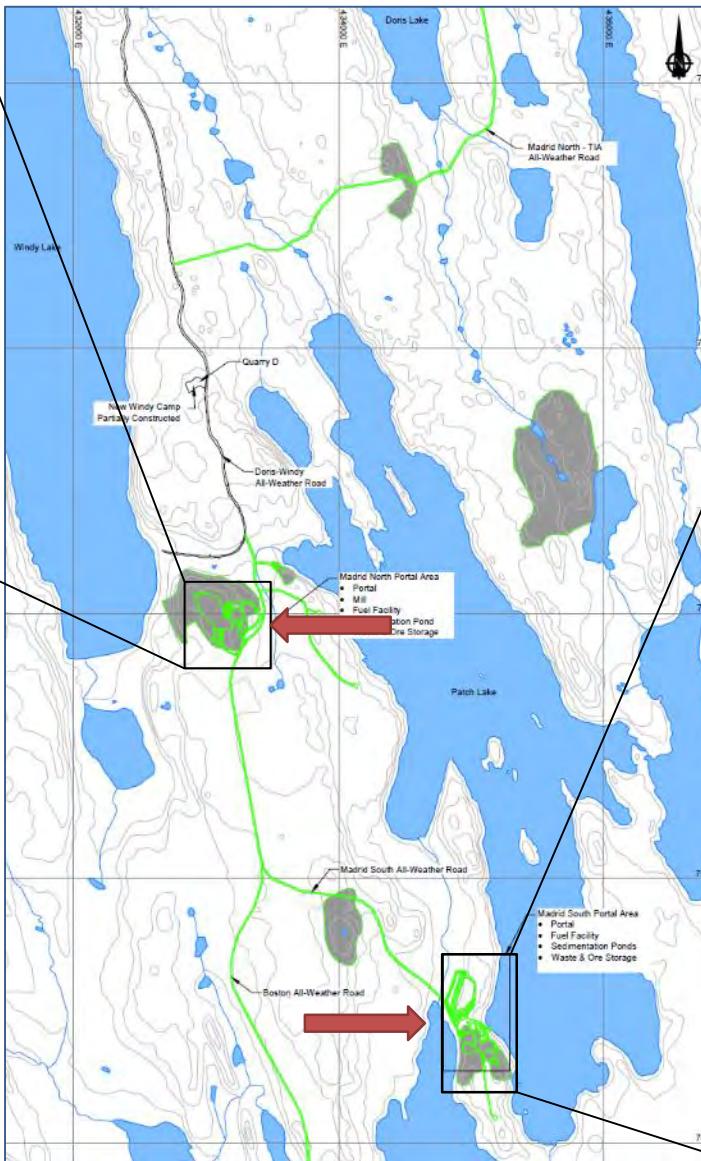


Madrid Site Layout

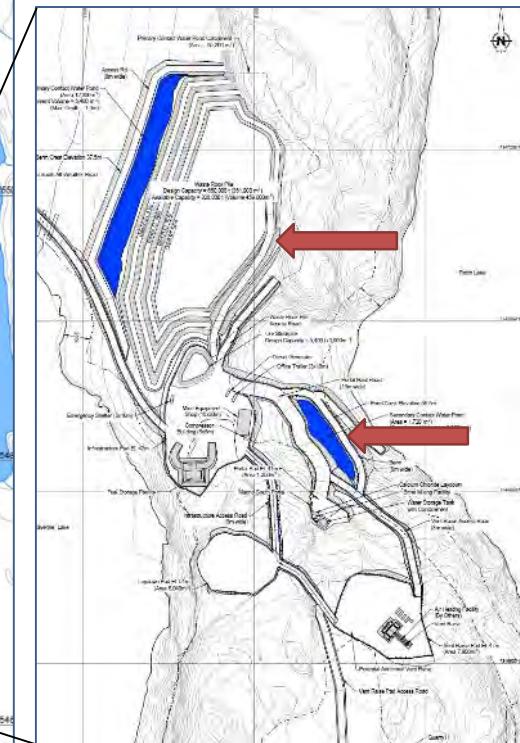
The logo for TMAC Resources. It features a large, stylized red letter 'T' on the left, with the word 'MAC' in large, bold, black capital letters to its right. Below 'MAC', the word 'RESOURCES' is written in a smaller, black, sans-serif font.



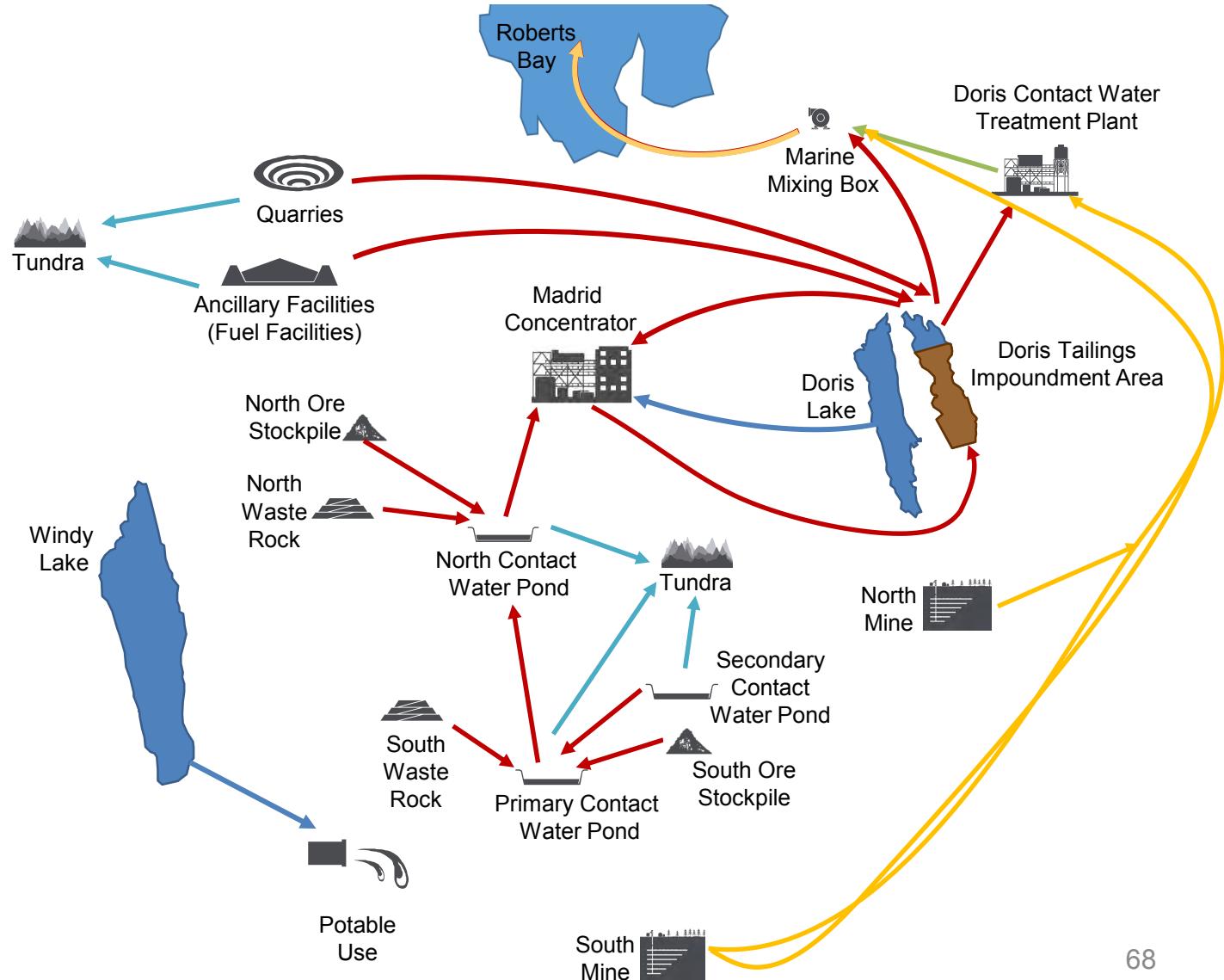
Madrid North



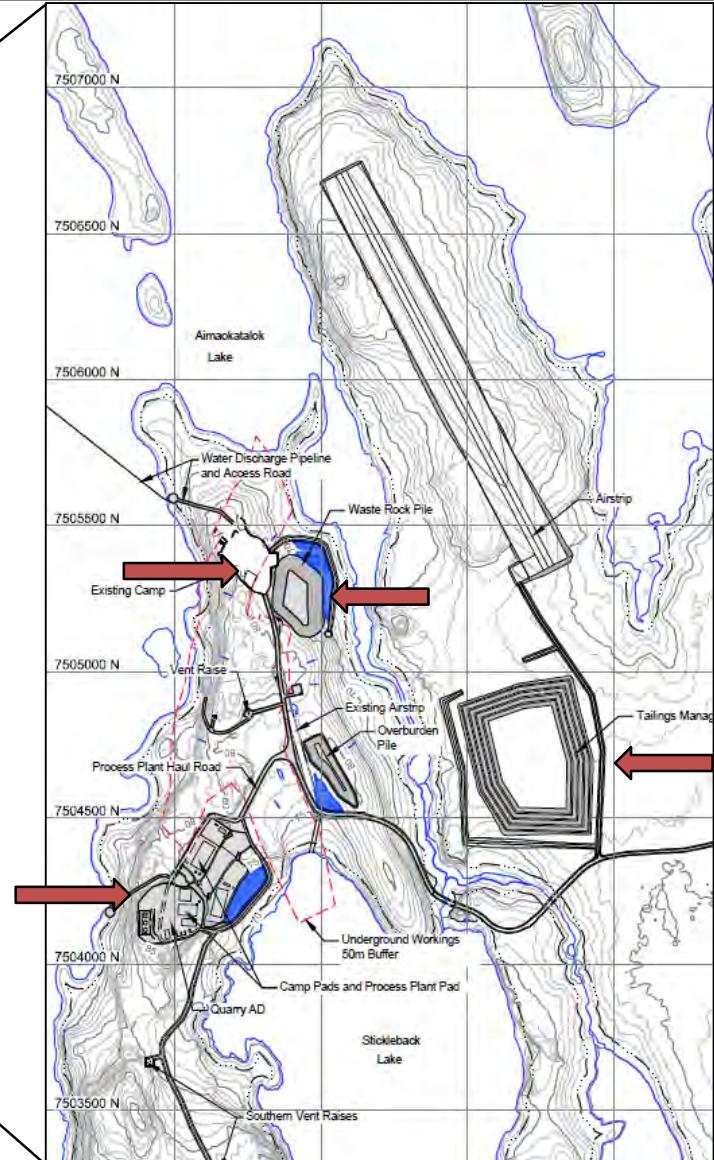
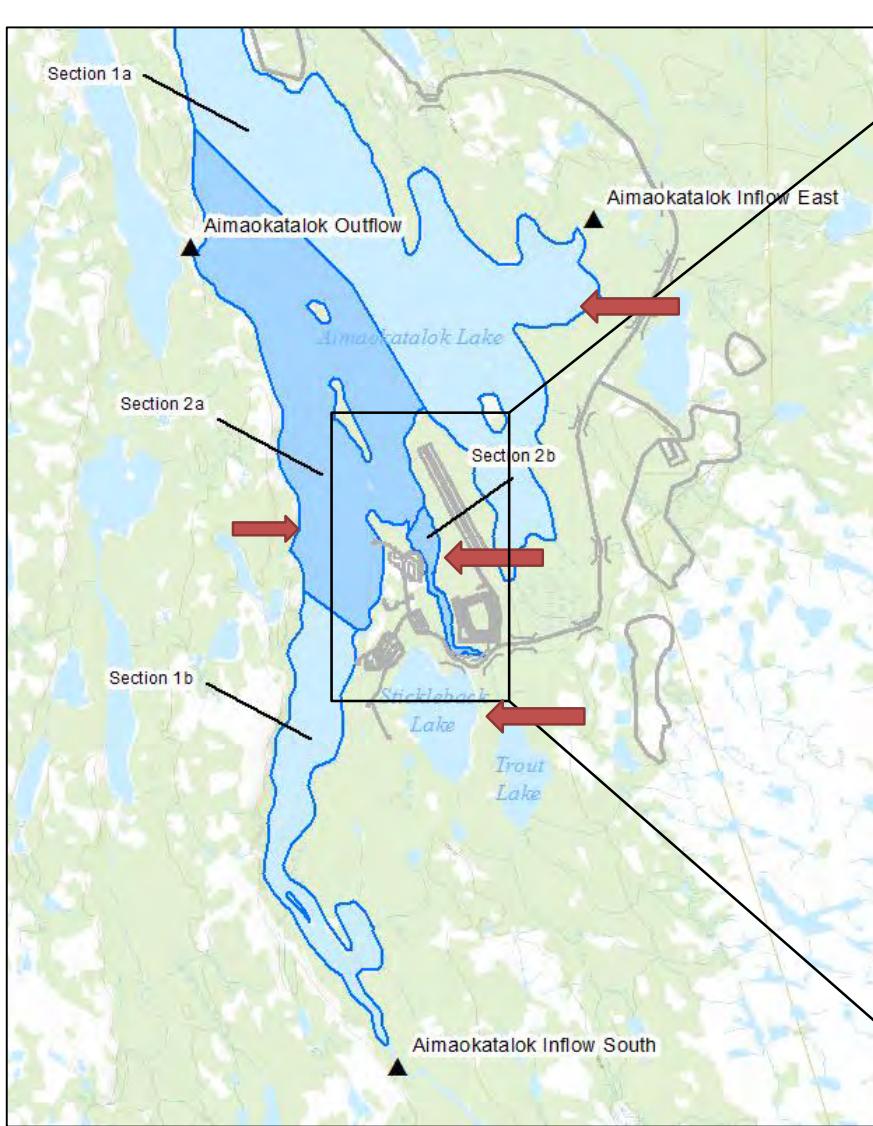
Madrid South



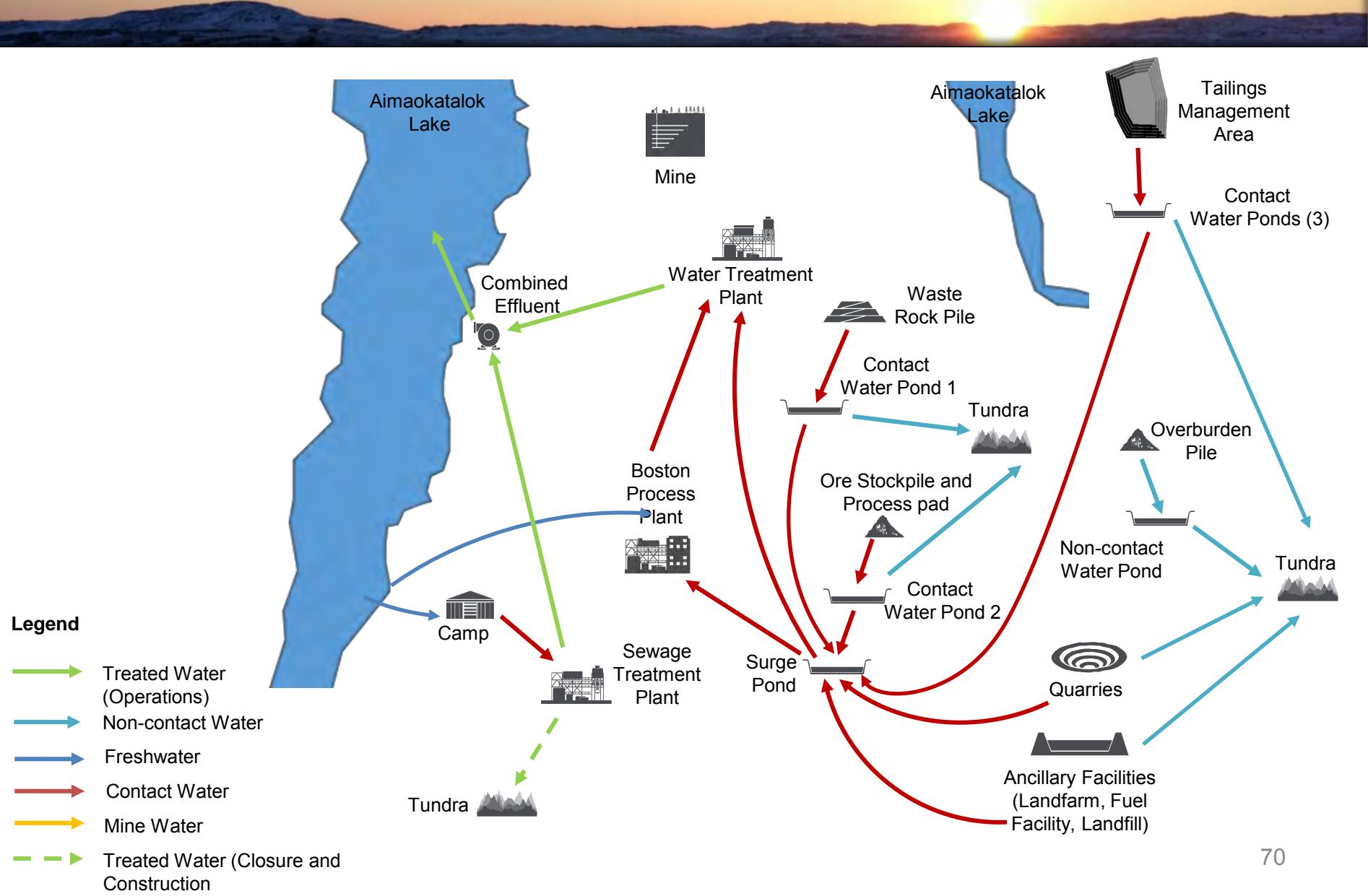
Madrid Water Management



Boston Site Layout and Aimaokatalok Lake

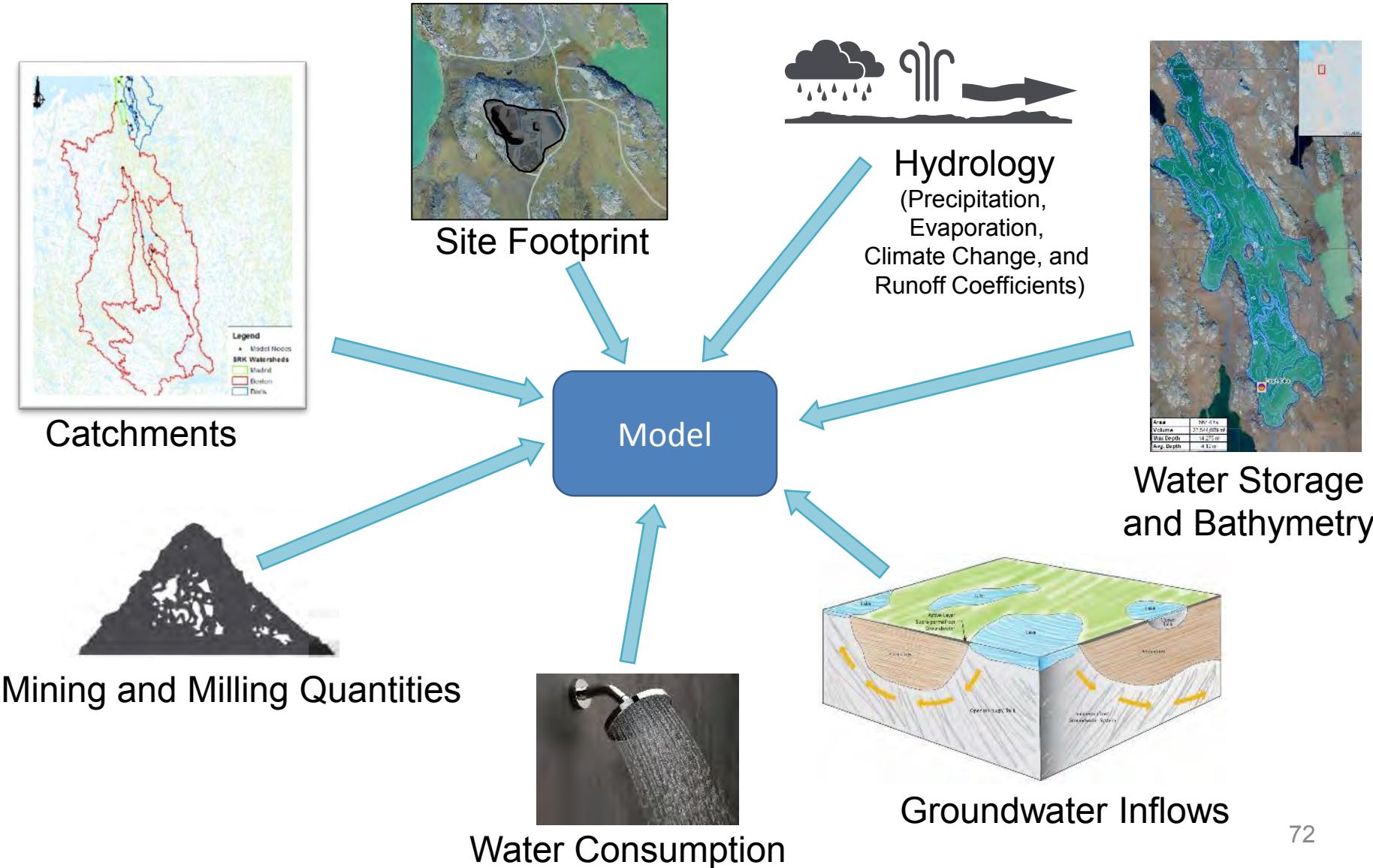


Boston Water Management

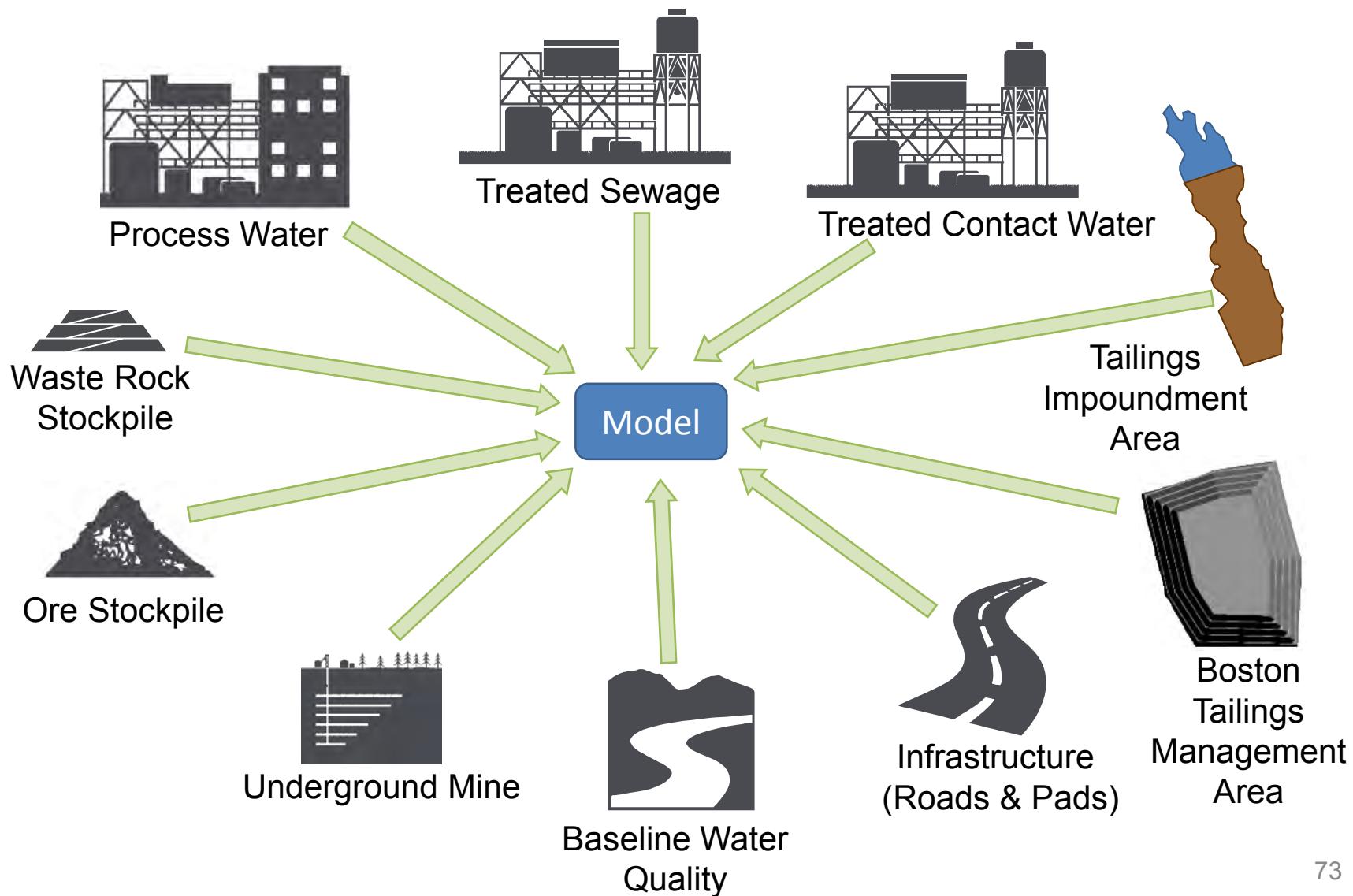


- Modelling Approach and Methods

Model Inputs – Quantity

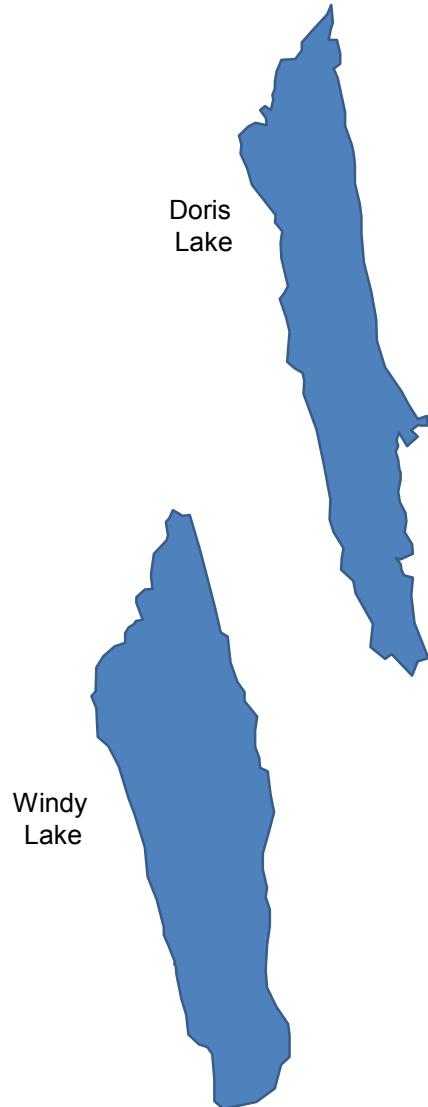


Model Inputs – Quality



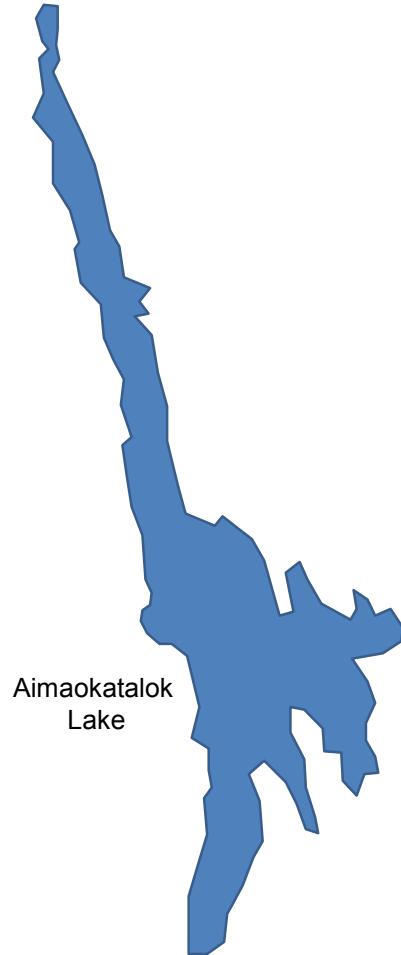
- Model Results

Doris/Madrid Water Use



Water Demand	Lake Withdrawal (m ³ /day)	
	Doris	Windy
Doris Process Plant	880	-
Madrid Concentrator	110	-
Doris Camp Potable	-	120
Doris/Madrid General Use	1,470	-
Total Phase 2	2,460	120
Increase from Phase 1	1,340	57

Boston Water Use



Water Demand	Aimaokatalok Lake Withdrawal (m ³ /day)
Boston Process Plant	550
Boston Camp Potable	90
Boston General Use	1,000
Total Phase 2	1,600

Freshwater Environment

Freshwater Environment



■ Madrid-Boston Phase 2

- Valued Ecosystem Components:

- Surface Hydrology
- Surface Water Quality
- Sediment Quality
- Fish
 - Fish Community
 - Fish Habitat

➤ No Significant Residual Effects of Project on Freshwater Environment

Freshwater Environment – Monitoring

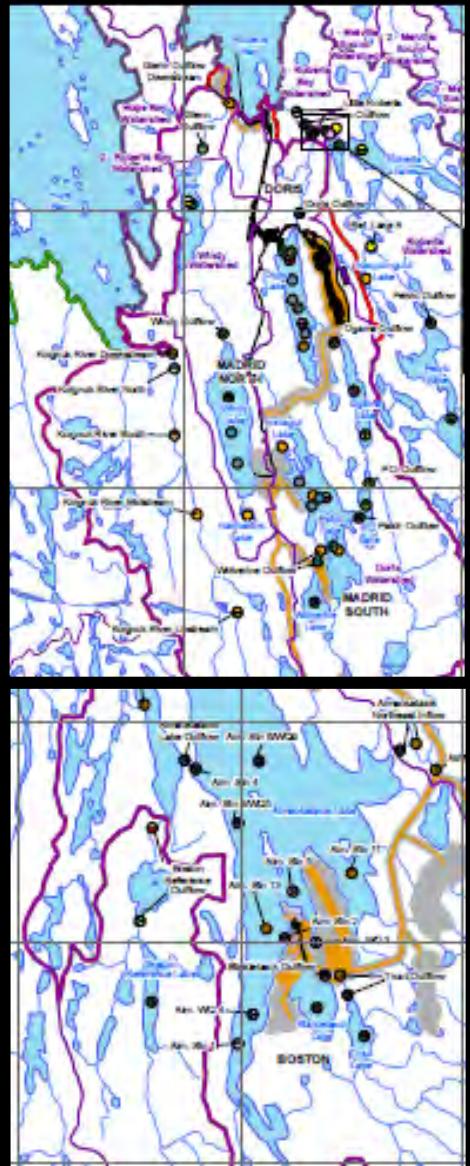


Potential effects on the Freshwater Environment will be monitored:

- Aquatic Effect Monitoring Program
- Environmental Effects Monitoring under the Metal and Diamond Mining Effluent Regulations
- Surveillance Network Program under applicable Type A water licences
- *Fisheries Act Authorizations and Offsetting*



Baseline and Existing Environment



- Freshwater data has been collected in Hope Bay Belt since 1993
 - Project lakes and streams
 - Reference lakes and streams
- Freshwater lake and stream data includes:
 - Hydrology (streams) and lake levels
 - Water quality (winter and summer)
 - Sediment quality (summer)
 - Primary producers
 - Secondary producers
 - Fish and fish habitat, including tissue metals

Aquatic Effects Monitoring Program



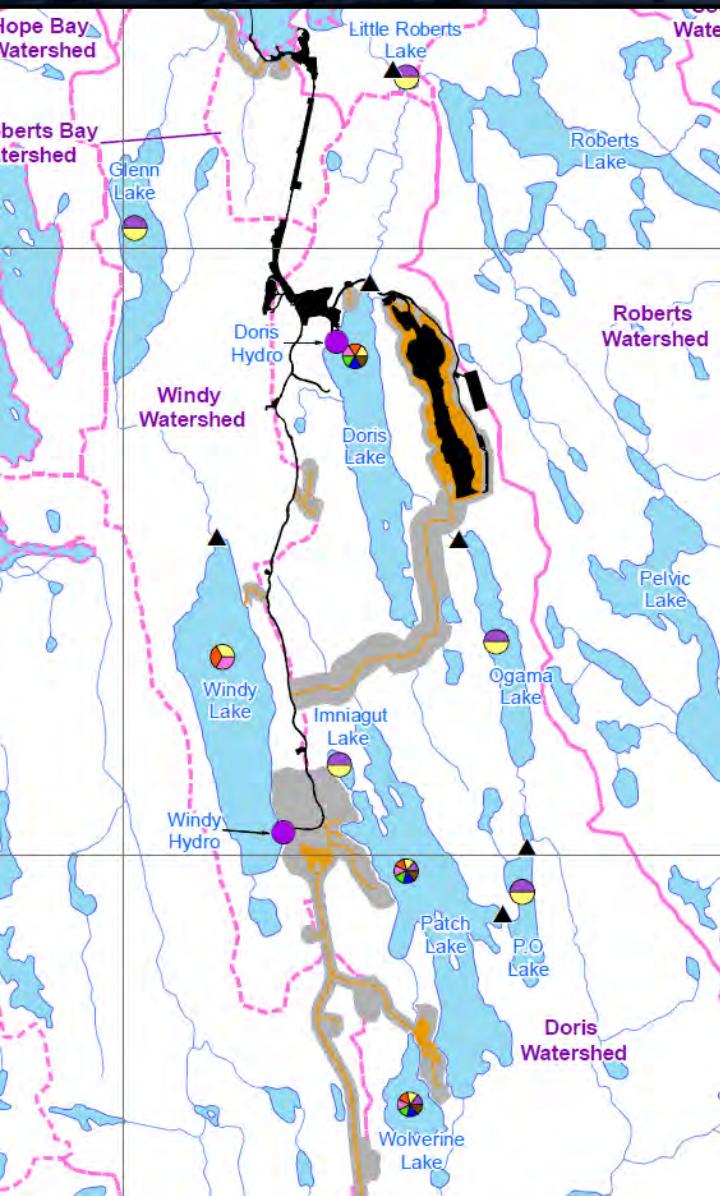
Aquatic Effects Monitoring Program evaluates potential aquatic effects from point (treated discharge) and non-point (runoff, dust) Project sources following mitigation.

Refinements from Intervenor Comments:

- Belt-wide program (Doris, Madrid, and Boston areas)
- Aquatic Response Framework
- Enhanced harmonization of program with federal Metal and Diamond Effluent Regulations
- Inclusion of water level and stream flow data (Fisheries Offsetting)
- Windy Lake sampling
- Additional cyanide analyses

Aquatic Effects Monitoring Program

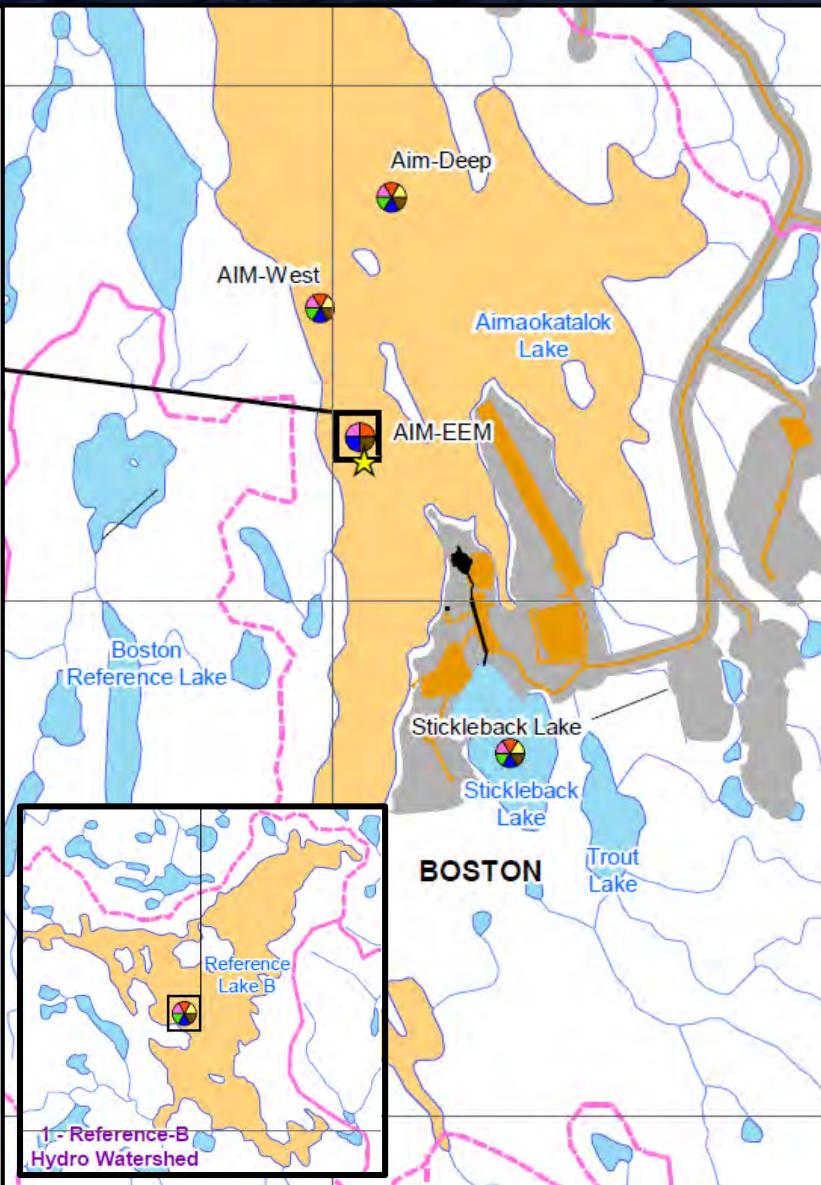
North Belt (Doris and Madrid)



- Non-point sources
 - water withdrawal and inflows
 - runoff and dust
- Doris, Patch, Windy, Wolverine Lakes
 - water level
 - water and sediment quality
 - biology
- Ogama, P.O., Glenn, Little Roberts
 - water level

Aquatic Effects Monitoring Program

South Belt (Boston)

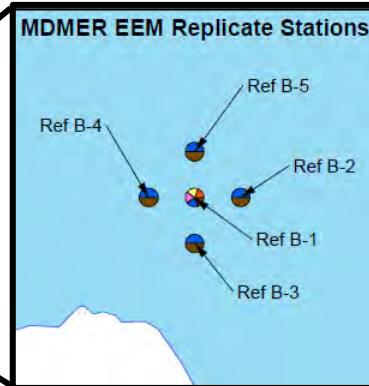
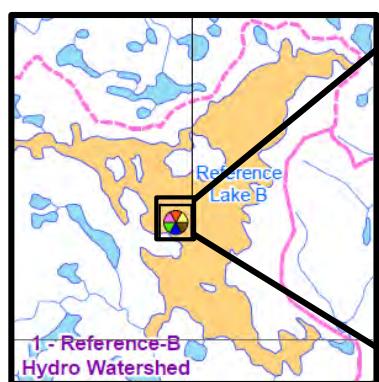
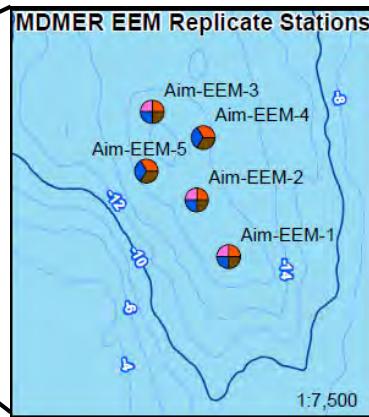
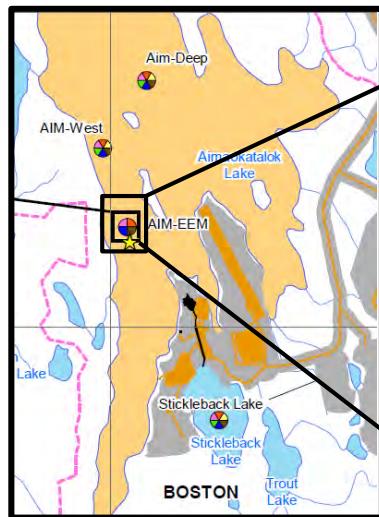


- Amaokatalok Lake
 - Point source (treated discharge)
 - Non-point source (runoff, dust)
- 2 Program sites
- 1 Federal Effluent Regulation site
- Stickleback Lake
 - Non-point source (runoff, dust)
 - 1 Program site
- Reference Lake B
 - 1 Program/ Federal Effluent Regulation site

Metal and Diamond Mining Effluent Regulations Monitoring Program



- Discharge of treated water to Aimaokatalok Lake
- Requirement under *Fisheries Act*
 - Water, sediment, benthic invertebrates, fish
 - Before-After-Impact-Control Design (BACI)
 - Sites based on hydrodynamic modelling



Fisheries Act Authorizations



Authorizations required for all project activities resulting in loss of fish habitat/productivity

- Water withdrawal from streams/lakes
- Stream culvert crossings
- Footprint of pipe/intakes on lake bottom



Existing Authorizations and monitoring for Doris Mine

- Tail Lake Outflow
- Roberts Bay Jetty



Anticipated Authorizations for Madrid-Boston

- Authorizations need to be in place prior to any loss in fish habitat or productivity from Project
- Currently under development with Fish Offsetting plan

Fisheries Offsetting Program



Offsetting required to balance all loss of fish habitat/productivity

- Workshop with Inuit Environmental Advisory Committee attended by Fisheries and Oceans Canada
- Development considers comments from KIA, Nunavut boards, and Federal Family
 - adaptive management processes
 - lake water levels and stream flows
 - ground-truth offsetting site options
- Include mine site and offsite community based-fish productivity enhancements
- Baseline work to support offsetting in 2018
- TMAC will continue to work with Inuit and other Interested Parties through Offsetting process

Fisheries Monitoring



Fisheries monitoring under:

- Metal and Diamond Mining Effluent Regulations
- *Fisheries Act* Authorizations
- Fisheries Offsetting program
- Other programs (e.g., stream crossing construction monitoring plan, Commitment DFO-3.1.1)

Summary

TMAC has put extensive effort to understand and mitigate potential effects to the freshwater environment related to the Hope Bay Project, including:

- Comprehensive baseline characterization
- Predictive water quality, quantity, and effluent dispersion modelling
- Development of comprehensive monitoring programs
- Consultation with Inuit Communities, Kitikmeot Inuit Association, and Federal Family, including consideration of technical comments and recommendations
- Future workshop with the Inuit Environmental Advisory Committee

TMAC is committed to working cooperatively with Inuit, Nunavut Boards, and the Federal Family through the water licencing process to ensure its activities in the Hope Bay Belt are protective of the Freshwater Environment. Future workshop with the Inuit Environmental Advisory Committee.

Closure Planning and Financial Security

Closure Planning & Financial Security

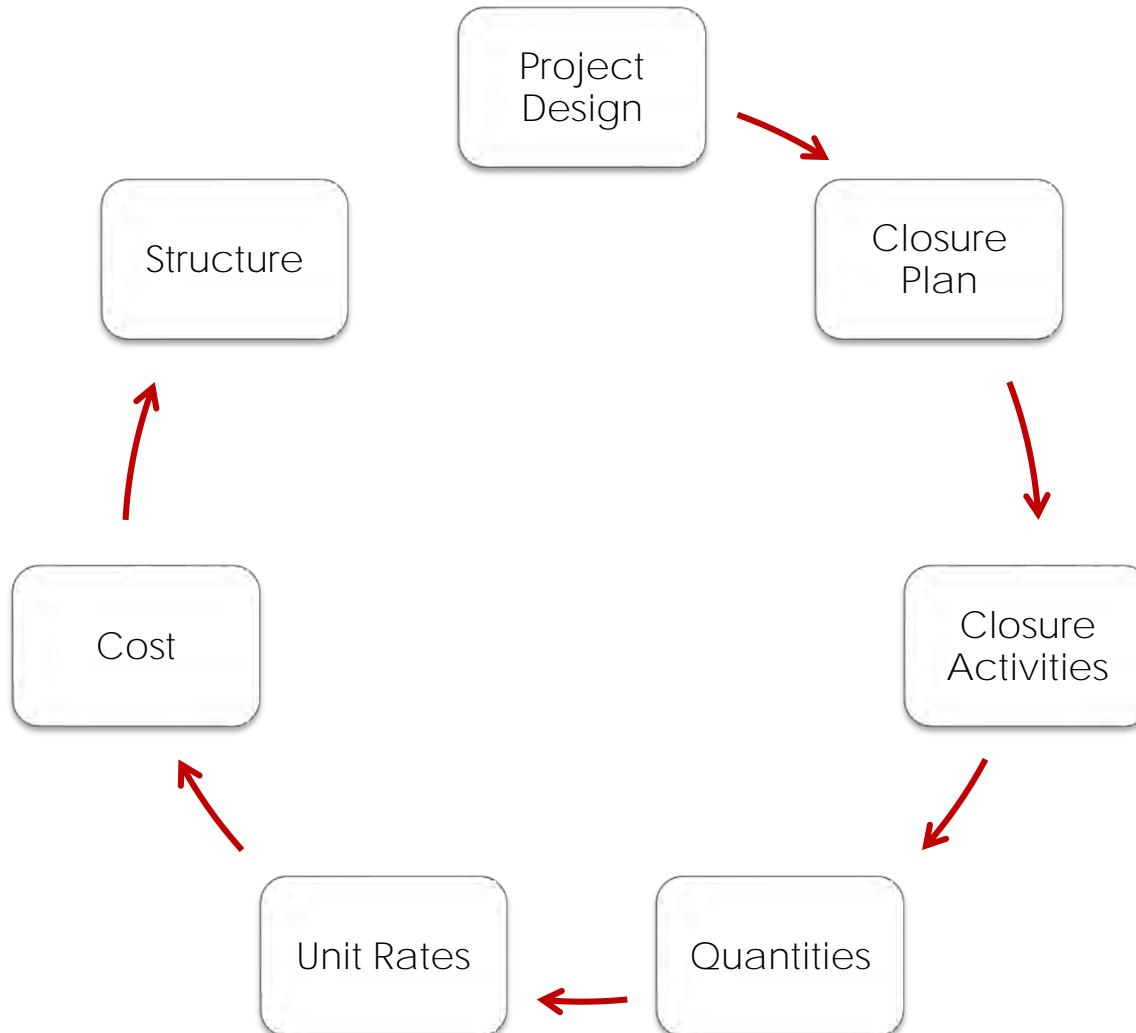


1. Closure Planning
2. Financial Security Estimate Process
3. Phase 1 Obligations
4. Phase 2 Outcomes

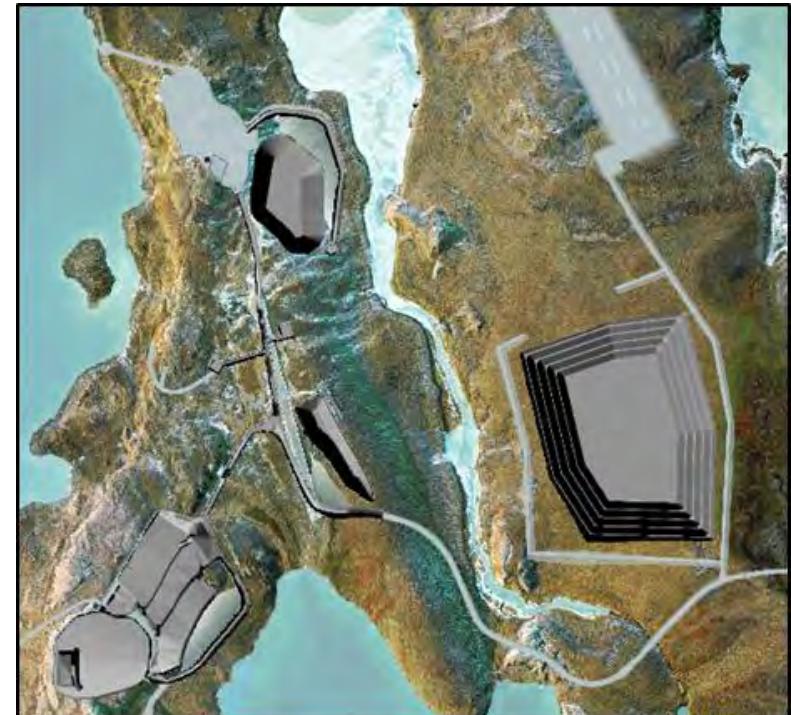
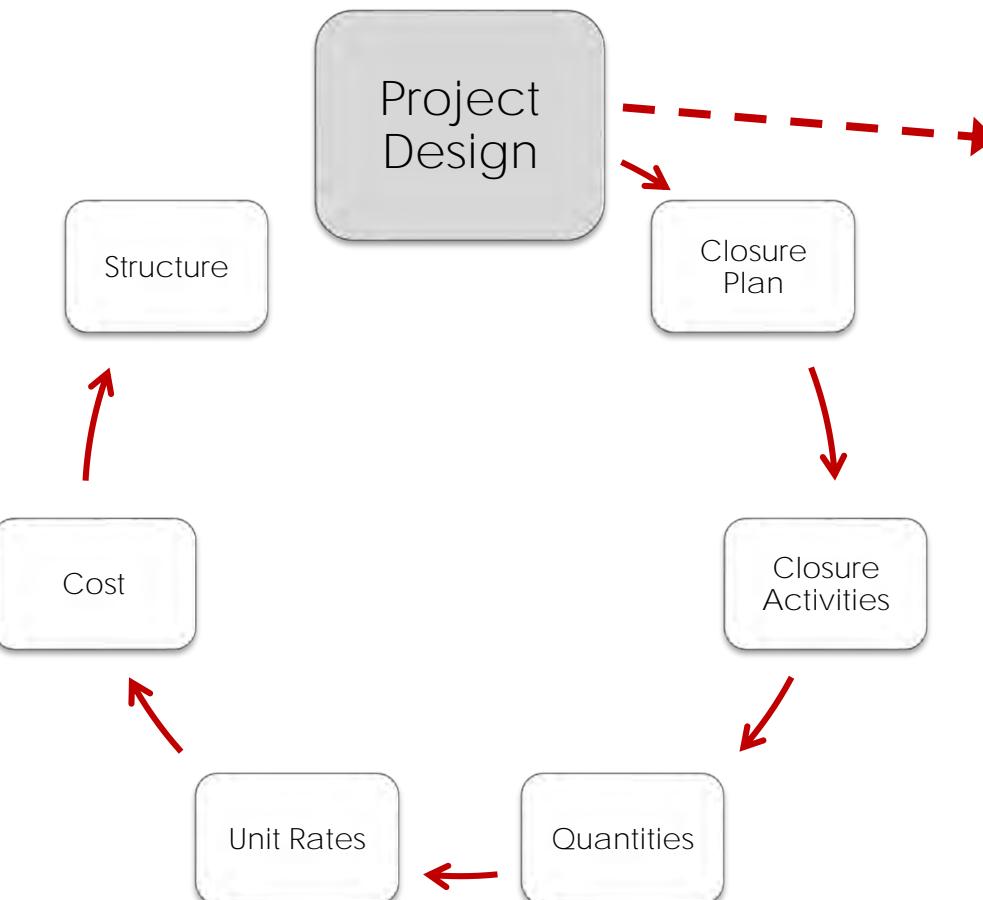


Closure Planning & Financial Security

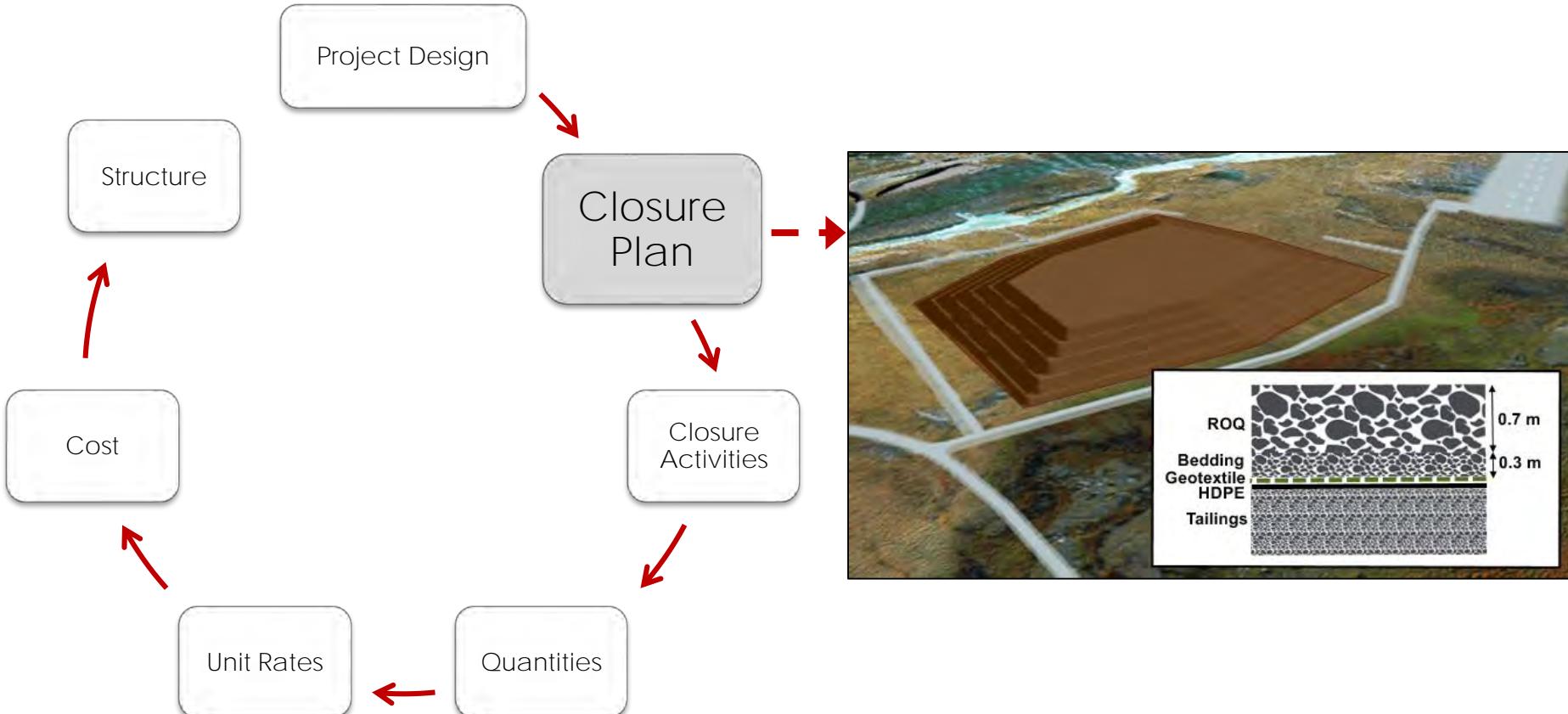
- o How we develop a security bond



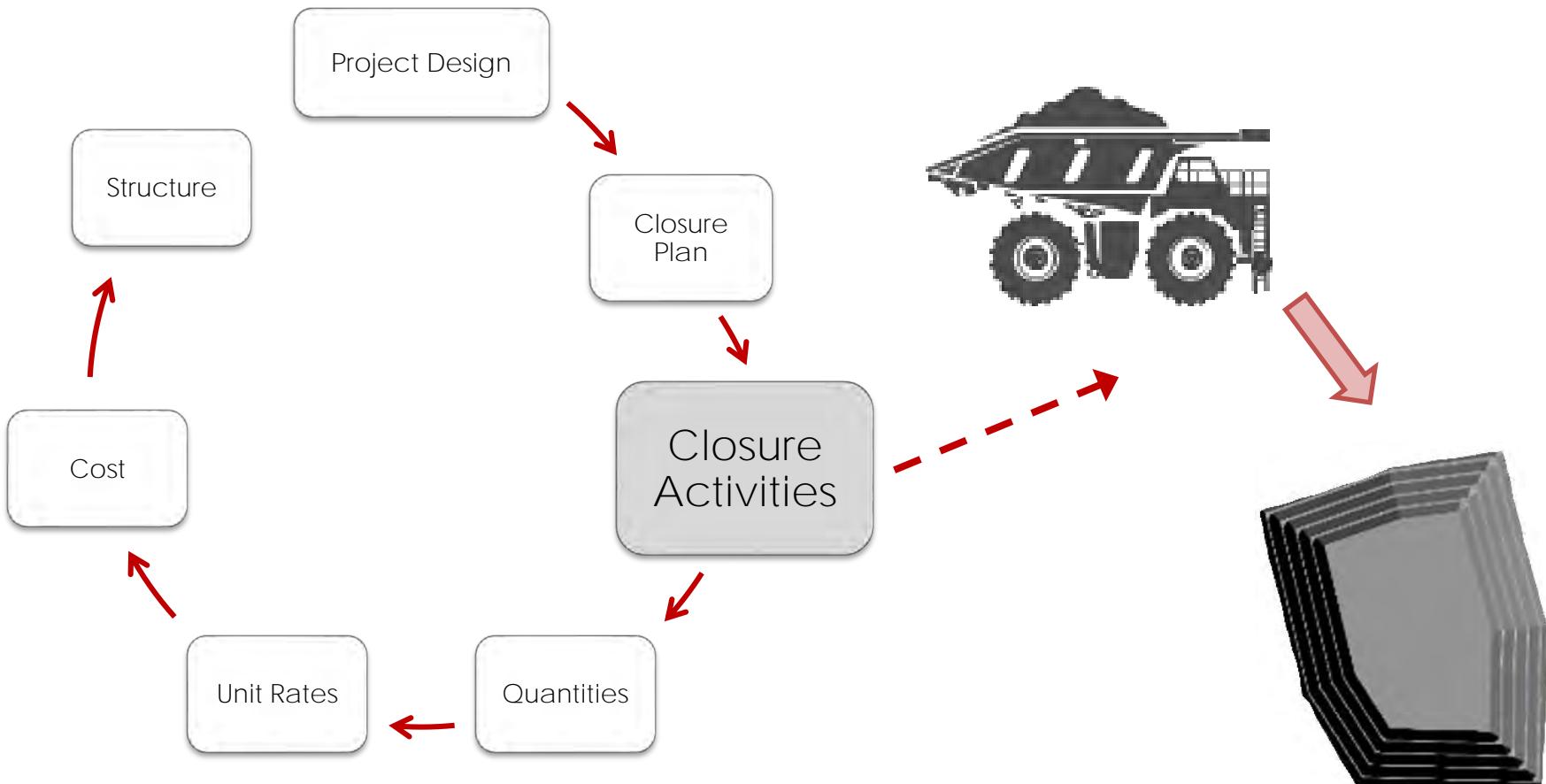
Closure Planning & Financial Security



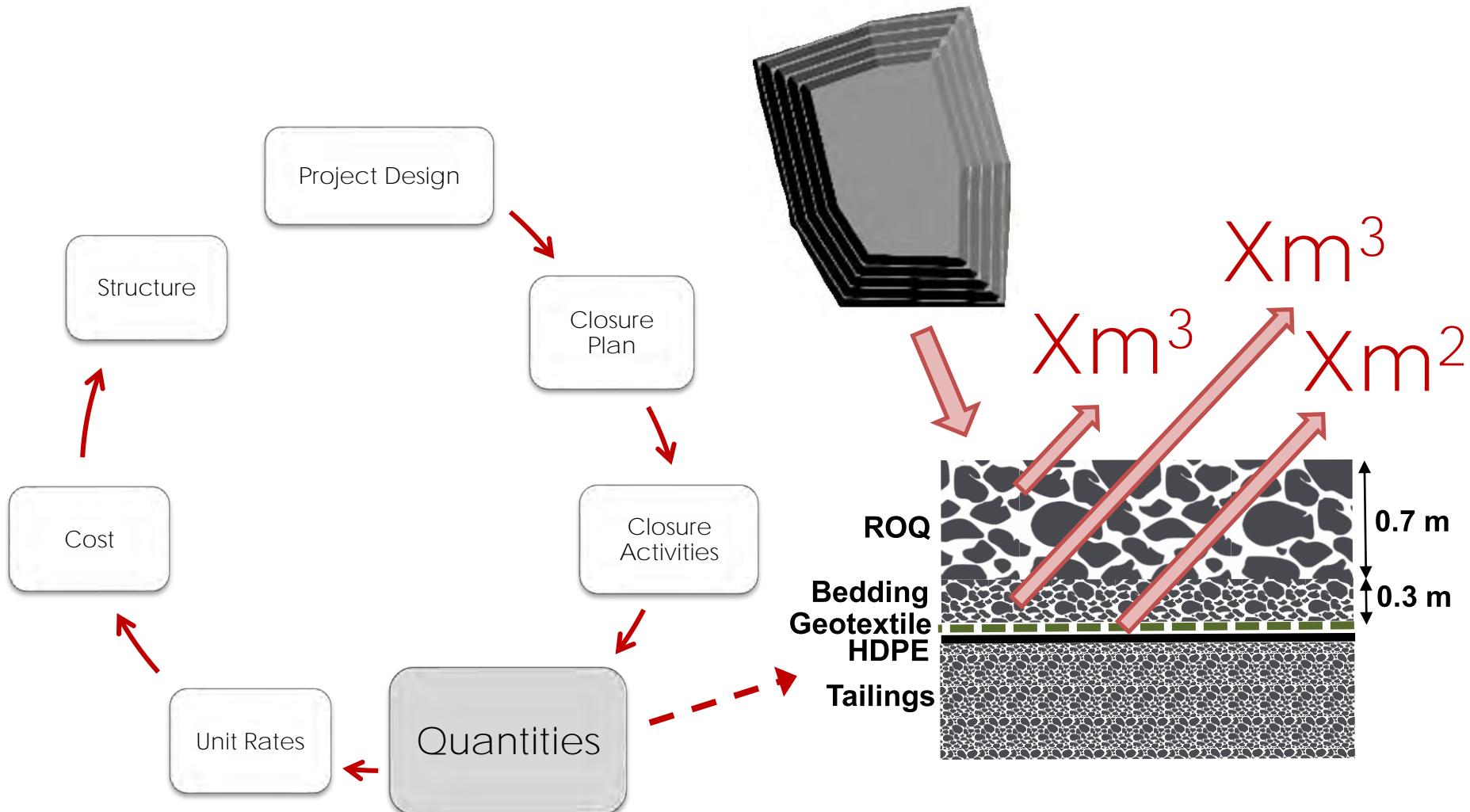
Closure Planning & Financial Security



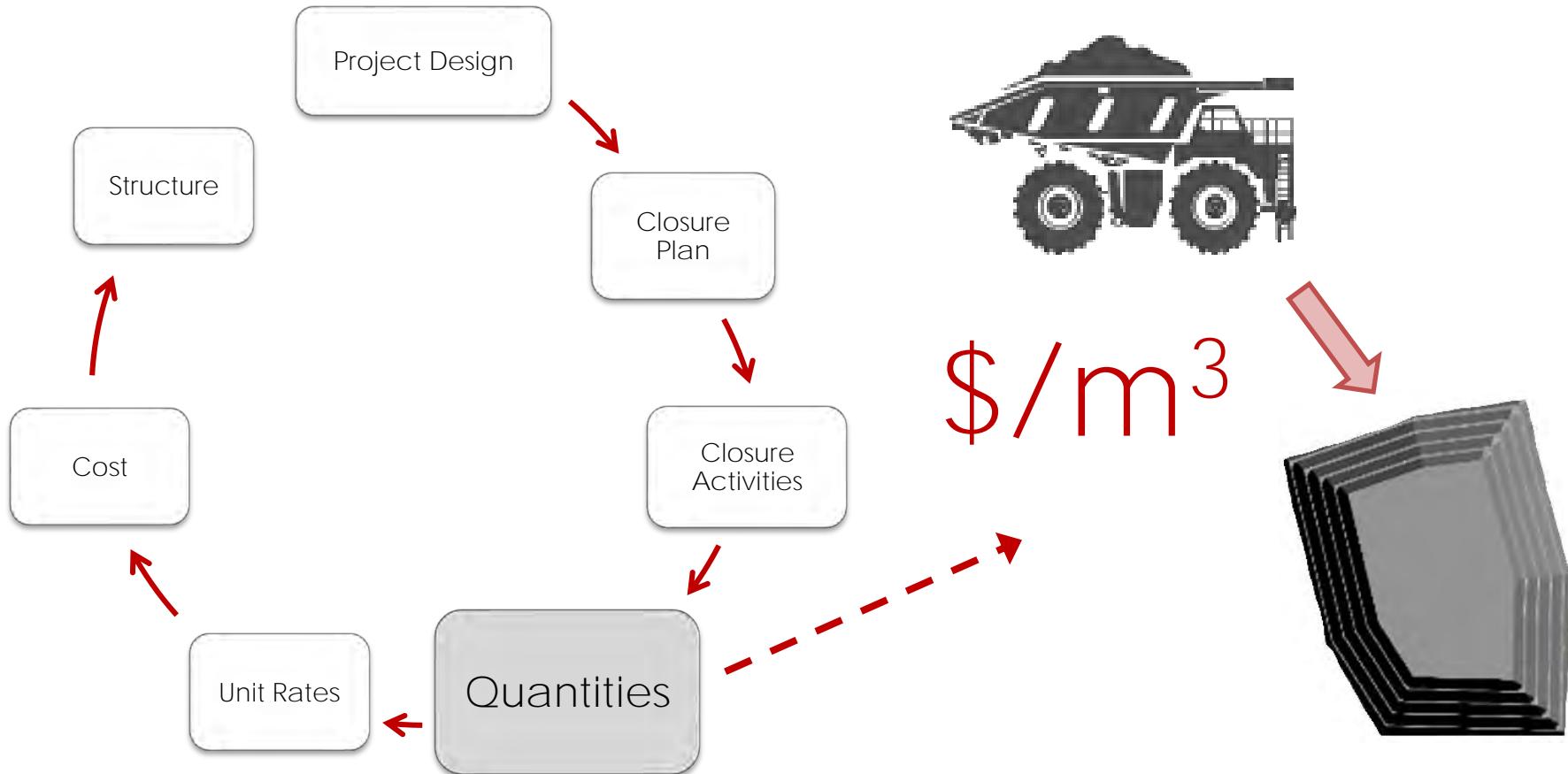
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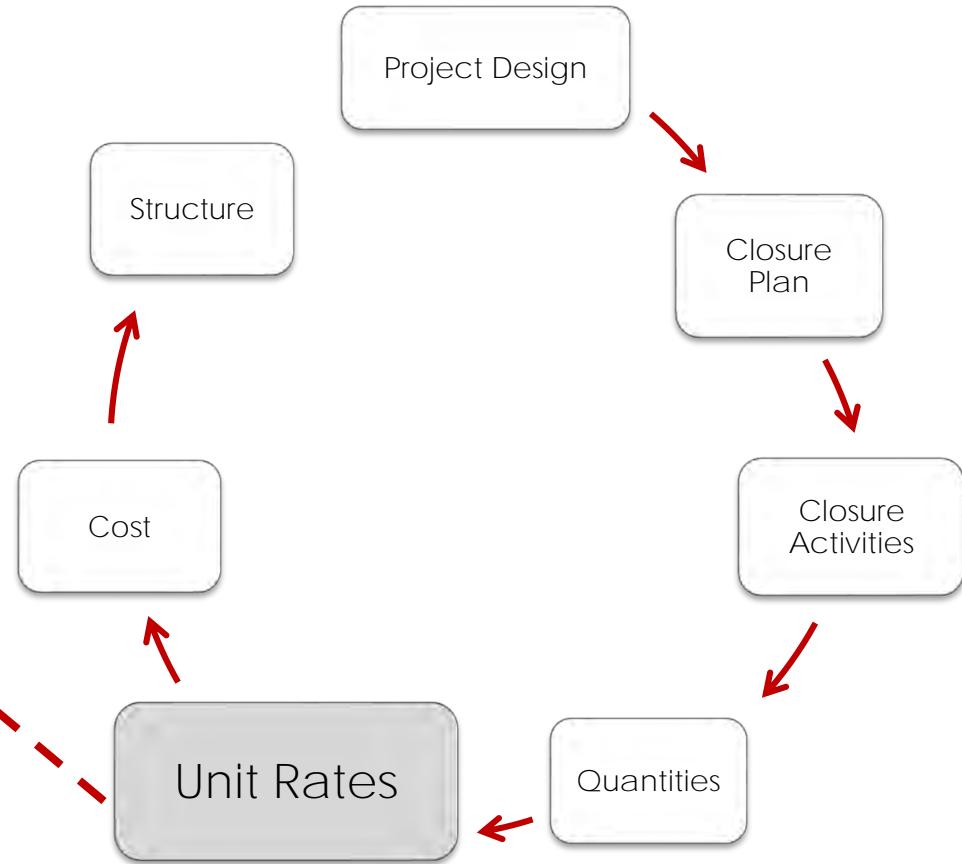
Closure Planning & Financial Security



Closure Planning & Financial Security



Closure Planning & Financial Security



Closure Planning & Financial Security

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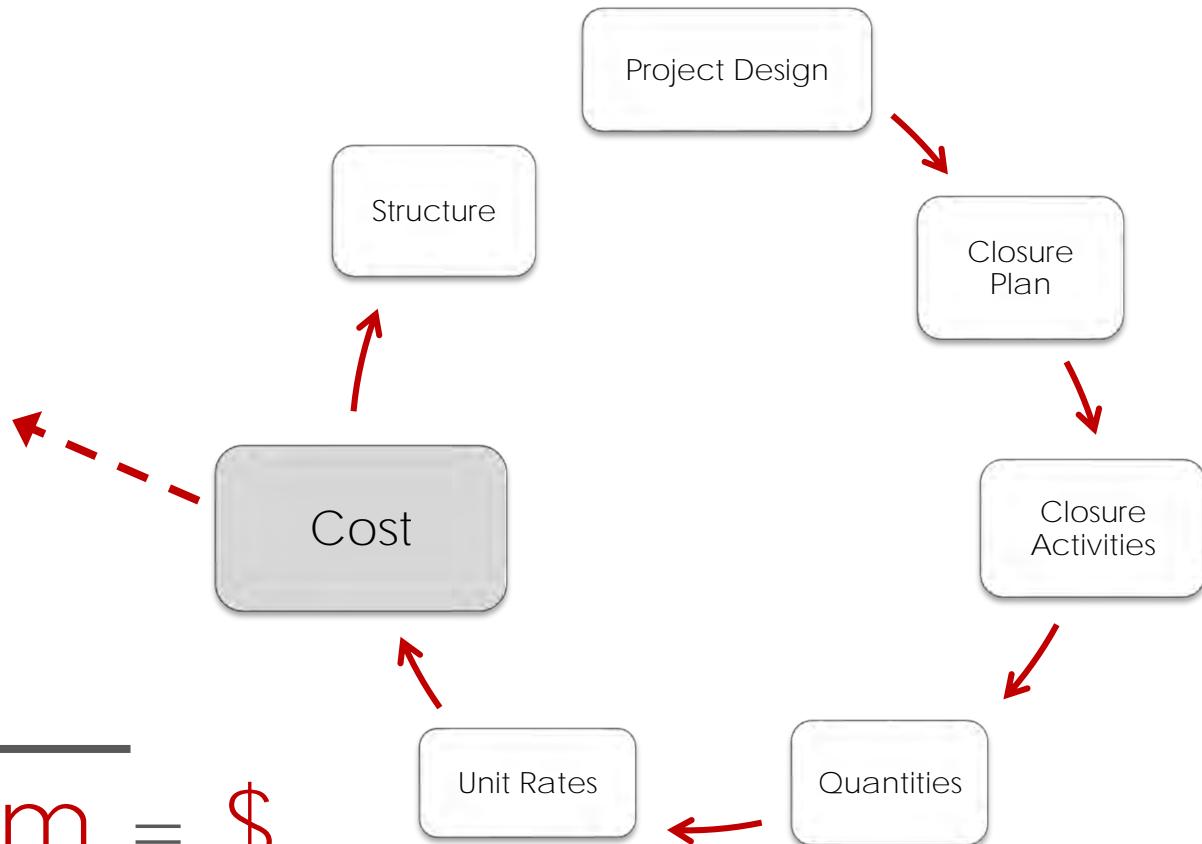
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$$$/m^3 \times Xm^3 = \$$$

+

$$\text{Indirect} = \$$$

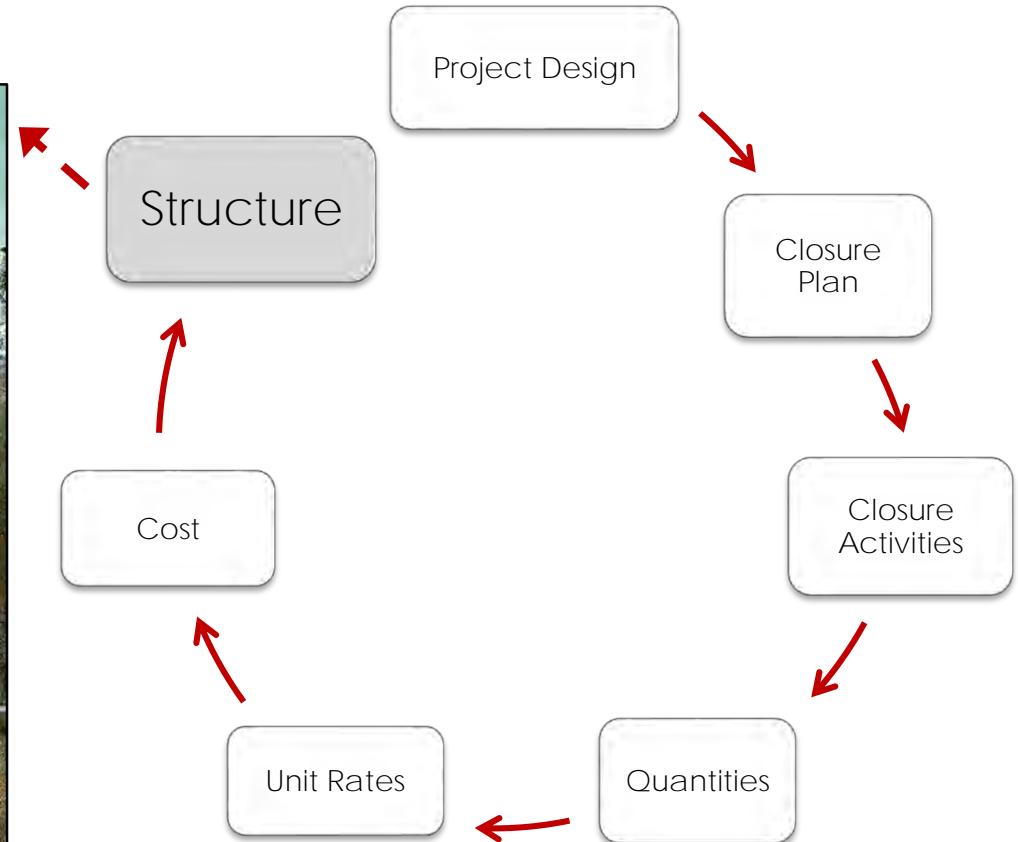
$$\text{Total Quantum} = \$$$



Closure Planning & Financial Security



Land and Water Split



Closure Planning & Financial Security



Staging

Trigger 1
(Milestone 1)



Tranche 1
(\$ Amount 1)

Trigger 2
(Milestone 2)

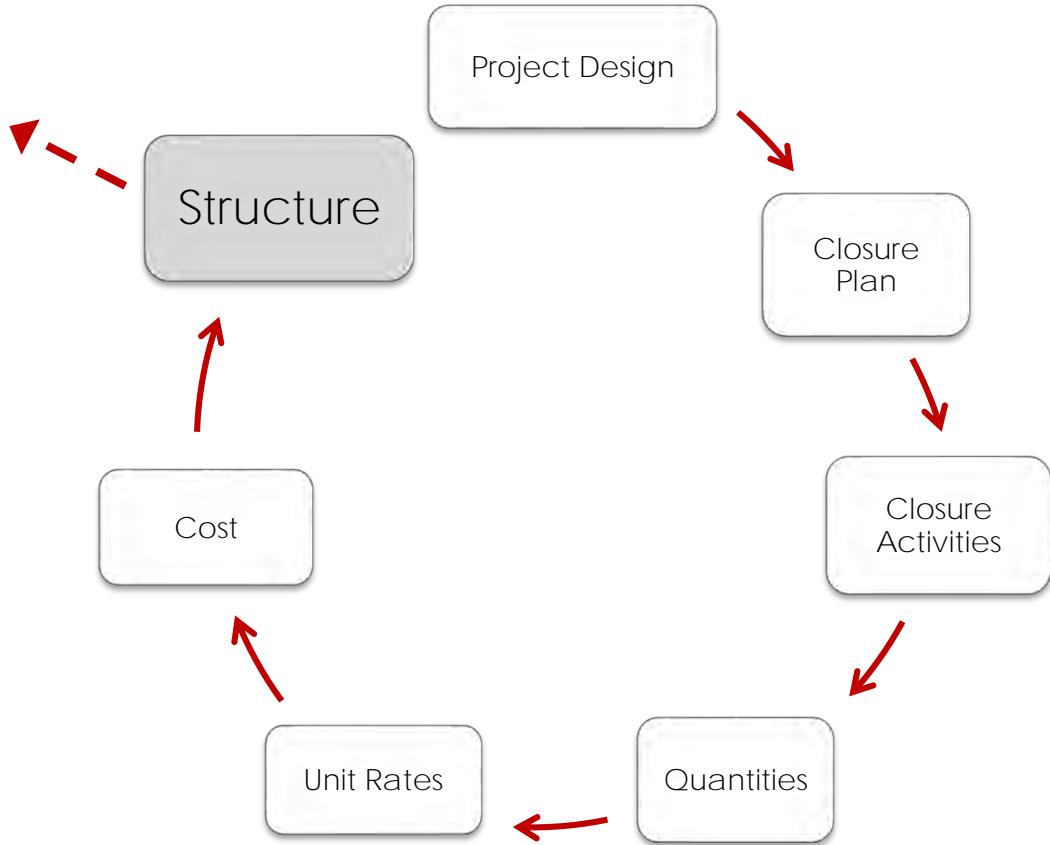


Tranche 2
(\$ Amount 2)

Trigger 3
(Milestone 3)



Tranche 3
(\$ Amount 3)



Closure Planning & Financial Security



- Outcomes for Phase 2

Management Approach

Environmental Management System

- TMAC has a functioning environmental health and safety management system for our existing operations
- Inherent in the management system is reporting, adaptive management and continual improvement with input from stakeholders

Key Aims of EMS:

Identify environmental licence, Project Certificate, IIBA and regulatory requirements

Environmental protection measures to avoid or minimize environmental impacts

Incorporate Inuit Participation and Knowledge

To establish monitoring programs

Monitor and Report

Ensure employee awareness

Adapt monitoring and analysis as required in consultation with parties

Management Plan Overview

Biophysical Management Plans

1. Surface Emergency Response Plan
2. Underground Emergency Responses Plan
3. Oil Pollution Prevention Plan (OPPP)/Oil Pollution Emergency Plan (OPEP)
4. Doris Project Domestic Wastewater Treatment Management Plan
5. Boston Sewage Treatment Operations and Maintenance Management Plan
6. Groundwater Management Plan
7. Doris-Madrid Water Management Plan
8. Boston Water Management Plan
9. Water and Ore/Waste Rock Management Plan
10. Boston Sewage Treatment Operation and Maintenance Plan
11. Quarry Management & Monitoring Plan
12. Explosives Management Plan
13. Air Quality Management Plan
14. Noise Abatement Management Plan
15. Doris Aquatic Effects Monitoring Plan
16. Wildlife Mitigation and Monitoring Plan
17. Madrid Tailings Impoundment Area Operations, Maintenance, and Surveillance Manual
18. Boston Tailings Management Area Operations, Maintenance, and Surveillance
19. Waste Rock and Ore Management Plan
20. Non-hazardous Waste Management Plan
21. Hydrocarbon Contaminated Material Management Plan
22. Spill Contingency Plan
23. Hazardous Waste Management Plan
24. Incinerator Management Plan

Environmental Protection Plan

Socioeconomic Management Plans

1. Health and Safety Management Plan
2. Community Involvement Plan
3. Heritage Resource Protection Plan
4. Human Resources Plan

Closure and Reclamation Plans

1. Doris-Madrid Interim Closure and Reclamation Plan
2. Doris-Madrid Interim Closure and Reclamation Detailed Cost Estimate
3. Boston Conceptual Closure and Reclamation Plan
4. Boston Conceptual Closure and Reclamation Plan Detailed Cost Estimate

Final Written Submissions

- TMAC received 11 final written submissions that required a response:

Party / Comment ID	Topic	Status
CIRNAC-1	Scope and transition approach of Type A and Type B Licences	Resolved
CIRNAC-2	Term/duration of amended or new Type A Water Licence(s)	Resolved
CIRNAC-3	Water use quantities	Resolved
CIRNAC-4	Water management approach	Resolved
CIRNAC-5	Waste management approach	Resolved
CIRNAC-6	Management Plans and reports	Resolved
CIRNAC-7	Aquatic Effects Monitoring Plan	Resolved
CIRNAC-8	Closure planning and financial security	Partially Resolved
ECCC-WL-1	Aquatic Effects Monitoring Plan	Resolved
ECCC-WL-2	Effluent quality criteria	Resolved
ECCC-WL-3	Mitigation and monitoring of in-water construction activities	Resolved ¹⁰⁷

Thank You, Questions?

TMAC
RESOURCES

