From: <u>Miskolczi, Iozsef</u>
To: <u>Jerry Graham</u>

Cc: Bay, Hope; Wade, Lowell; Rykaart, Maritz; Borowski, Lawrence

Subject: Hope Bay - Tail Lake Discharge Pipe

Date: Monday, August 01, 2011 3:14:40 PM

Attachments: NorthDam TailLake DischargePipe Figure 1CHG008.033 IM Rev01.pdf

image003.jpg

Jerry,

Based on our observations and discussions with the Contractor, the pipeline constructed to discharge water from Tail Lake into Doris Creek is routed over the North Dam and along the Secondary Road. The yellow line on the attached figure shows the approximate alignment of the pipeline as understood by SRK.

SRK wishes to express its concerns regarding the possibility of a leak from the Victaulic pipe joints located within the dam footprint. An uncontrolled supply of water to the frozen core could induce localised thawing and degradation of the core material. Any degradation will have to be remediated before the raise of the core to its final elevation can resume this coming winter.

To ensure that any leaks are detected in a timely manner, continuous monitoring of the pipeline should be implemented during pumping. If a leak occurs, pumping shall be stopped immediately and the source of the leak eliminated before pumping can resume.

No excavation into the ROQ cover protecting the frozen core shall be made without the approval of the SRK Site Engineer.

Regards,

lozsef Miskolczi

Consultant



SRK Consulting (Canada) Inc.

22nd Floor, 1066 West Hastings Street, Vancouver, BC, V6E 3X2, Canada

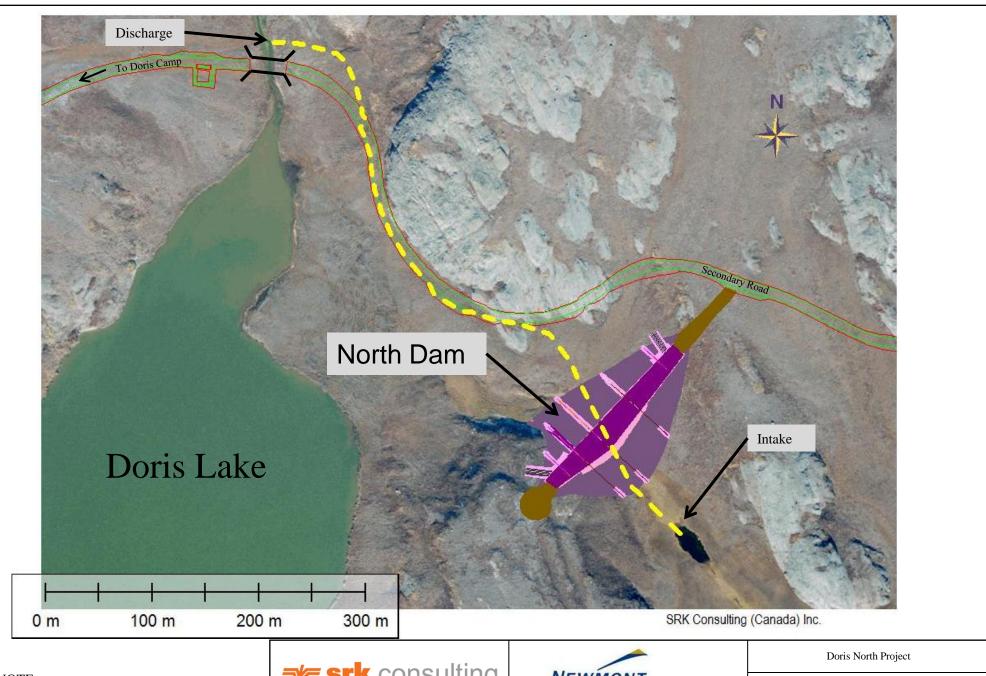
Tel: +1-604-681-4196; Fax: +1-604-687-5532
Mobile: +1-604-250-1653; Direct: +1-778-785-8460

Email: imiskolczi@srk.com;

www.srk.com

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NOTE:

Location and size of areas represented here are a best approximation based on Field Engineer's observations.

srk consulting

Job No: 1CH008.033

Filename: NorthDam_TailLake DischargePipe_Figure_1CHG008.033_IM_Rev01.jpg



HOPE BAY MINING LTD.

North Dam Tail Lake Discharge Pipe

August 1, 2011

Approved:

Figure: