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December 24, 2018

Licensing
Nunavut Water Board
P.O. Box 119
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Re: November 2018 – Monthly Monitoring Report for Water Licence 2AM-DOH1323

This report is comprised of monitoring requirements as set out in Part J and Schedule J of water licence 2AM-DOH1323 Amendment 1, and additional requirements from CIRNAC.

During the subject period of this report the focus of activities at Doris North was underground and surface mining, construction, ore processing, water management and environmental compliance. Sampling locations monitored under this licence (seasonally or when facilities are operational) are provided in Figure 5 at the end of this report.

In November TMAC continued with the Doris Crown Pillar Recovery activities. These activities included blasting and removal of waste rock and ore. All waste rock and ore was relocated to the permitted storage pads.

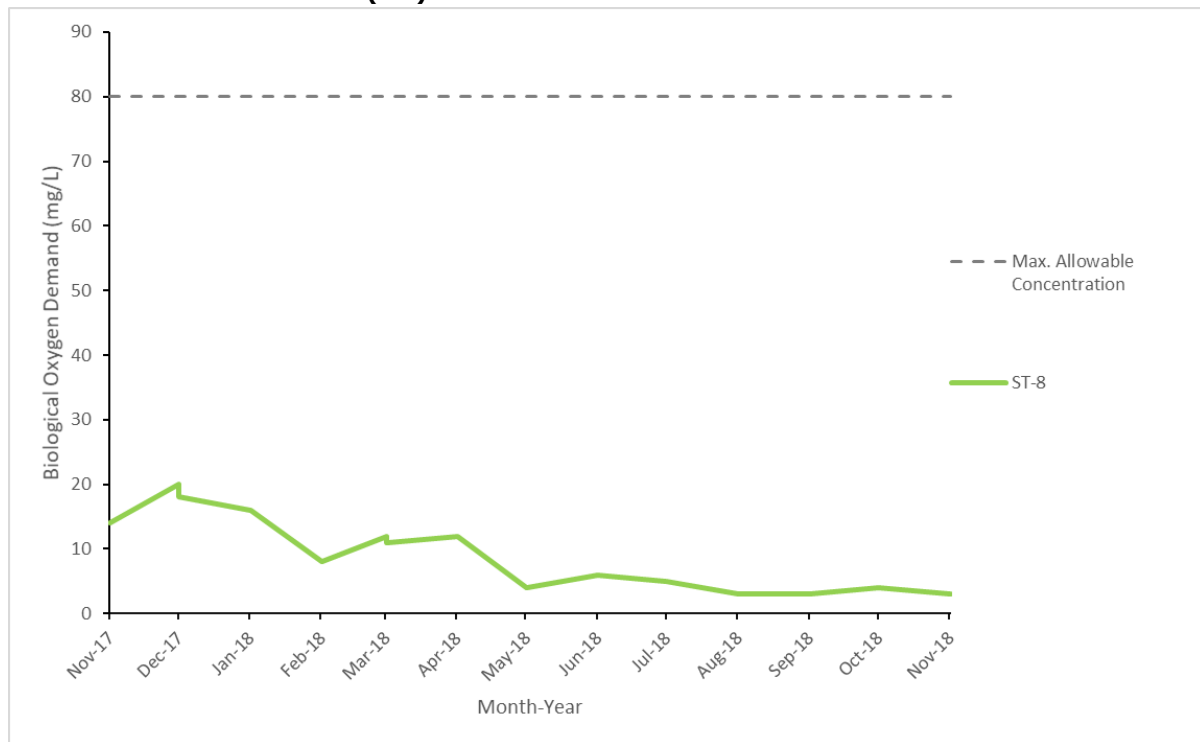
Site Wide Water Quality Monitoring Program (Part J Items 3, 8, and Schedule J)

Water quality sampling was conducted in November at monitoring stations identified in Schedule J of the licence (ST-1 through ST-13, TL-1 through TL-12). Water quality samples were not collected for monitoring stations that were inactive during the month being reported (e.g., facilities that had not yet been constructed, were frozen during the month, or were not operationally active).

All parameters were compared to the applicable effluent quality limits outlined in Part G of the licence. No exceedances of effluent quality limits were observed in any samples collected this month. Results of all water quality monitoring are provided in Appendix A attached to this report.

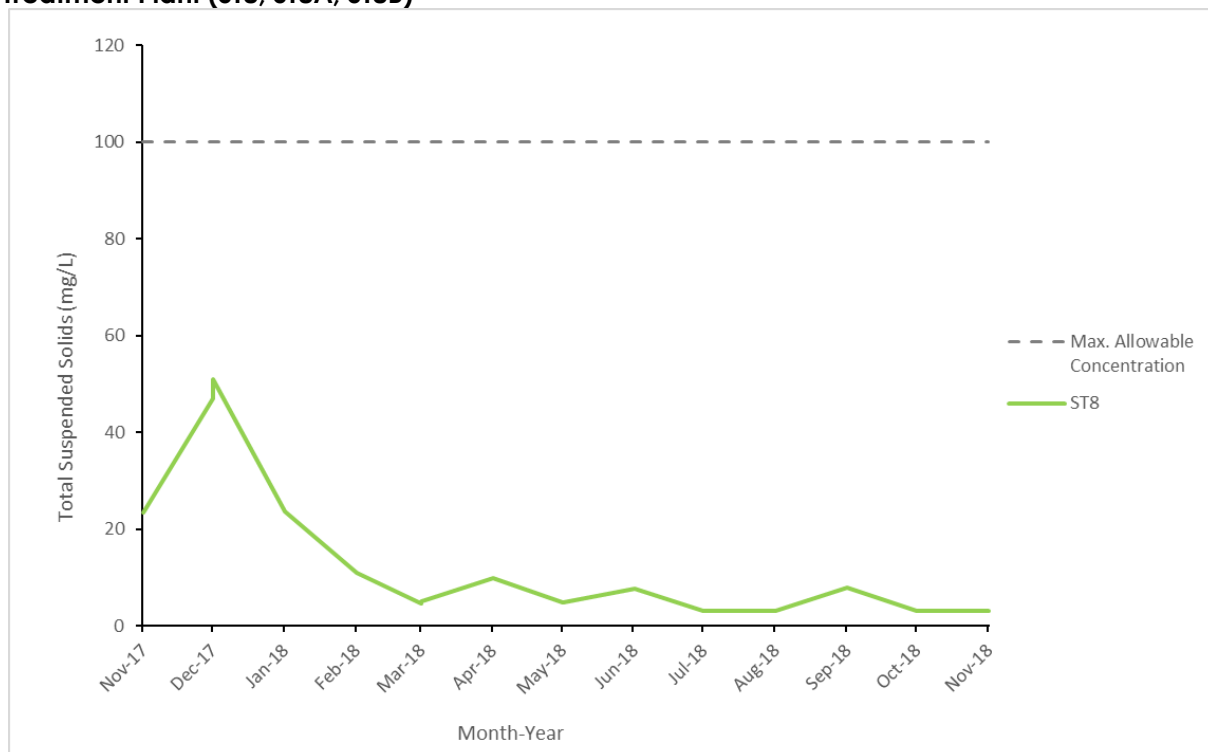
Figure 1 and 2 illustrates effluent quality characteristics for parameters of interest at select monitoring stations.

Figure 1. Biological Oxygen Demand Results Consistently Below Discharge Criteria for Wastewater Treatment Plant (ST8)



Note: Maximum Average Concentration as per Part G Item 4(b).

Figure 2. Total Suspended Solids Results Consistently Below Discharge Criteria for Wastewater Treatment Plant (ST8, ST8A, ST8B)



Note: Maximum Average Concentration as per Part G Item 4(b).

Flow and Volume Measurements (Part J Items 11, 12, and Schedule J)

Table 1. Effluent discharge, November 2018

| Facility | Station Code | Discharge Volume (m ³) | Exceedances of Discharge Criteria | Discharge Location | Licence Reference |
|---|--------------|------------------------------------|-----------------------------------|-------------------------------------|--------------------------|
| Sedimentation Pond | ST-1 | 0 | N/A | Tailings Impoundment Area | Schedule J Table 2 |
| Pollution Control Pond #1 | ST-2 | 0 | N/A | Tailings Impoundment Area | Schedule J Table 2 |
| Landfill Sump | ST-3 | 0 | 0 | Facility not constructed | Part G Item 23 (a, b, g) |
| Landfarm Sump | ST-4 | 0 | 0 | Tundra Discharge 13W 432450 7559600 | Part G Item 23 (c, d, g) |
| Doris Tank Farm | ST-5 | 0 | 0 | Tailings Impoundment Area | Part G Item 23 (e, f, g) |
| Rob Bay 5ML Tank Farm | ST-6a | 0 | 0 | Tailings Impoundment Area | Part G Item 23 (e, f, g) |
| Rob Bay Three 5ML Tank Farm | ST-6b | 0 | 0 | Tailings Impoundment Area | Part G Item 23 (e, f, g) |
| Wastewater Treatment Plant, Effluent | ST-8 | 1,187 | 0 | Tundra Discharge 13W 432933 7559057 | Part G Item 4 (b-d) |
| Wastewater Treatment Plant, Sewage Sludge | N/A | 25.7 | N/A | Tailings Impoundment Area | Part J Item 11 (g) |
| Reagent and Cyanide Storage Facility Sump | ST-11 | 0 | 0 | Tailings Impoundment Area | Schedule J Table 2 |
| Pollution Control Pond #2 | ST-13 | 0 | 0 | Facility not constructed | Schedule J Table 2 |
| Mine Water Discharge | TL-12 | 22,061 | N/A | Tailings Impoundment Area | Schedule J Table 2 |

Records of visual monitoring of discharge to tundra are maintained on file as per Part J Item 18.

Note: The Sedimentation Pond discharge line was shut down on September 18, 2018 for the winter season. Mine Water Discharge from underground is re-routed through the Mill Tailings Discharge pipeline to the Tailings Impoundment Area.

Table 2. Discharge from TIA to Doris Creek, November 2018

| Month | Number of days of discharge | Discharge Volume (m ³) | Exceedances of Discharge Criteria* |
|--------------------------|-----------------------------|------------------------------------|------------------------------------|
| January | 0 | 0 | 0 |
| February | 0 | 0 | 0 |
| March | 0 | 0 | 0 |
| April | 0 | 0 | 0 |
| May | 0 | 0 | 0 |
| June | 0 | 0 | 0 |
| July | 0 | 0 | 0 |
| August | 0 | 0 | 0 |
| September | 0 | 0 | 0 |
| October | 0 | 0 | 0 |
| November | 0 | 0 | 0 |
| Annual Cumulative | 0 | 0 | 0 |

* Discharge criteria outlined in Part G Items 29, 30, 31 and Part J Item 8.

A comparison of flows between TL-4 and TL-2 as per Part G Item 32 of the licence was not conducted as no water was discharged from the Tailings Impoundment Area to Doris Creek this month.

Table 3. Water usage, November 2018

| Month | Windy Lake (ST-7A) | Doris Lake (ST-7) | | | | | Mine Inflow | Total Usage |
|-------------------------|-------------------------|-------------------------|-----------------------------|----------------------------|--------------------------|----------------------|----------------------------|----------------|
| | Domestic Water* (m³) | Domestic Water* (m³) | Surface Exploration (m³) | Industrial Usage** (m³) | Dust Suppression (m³) | Winter Track (m³) | Industrial Usage ^ (m³) | |
| January | 1,051 | 0 | 0 | 0 | 0 | 119 | 433 | 1,603 |
| February | 1,277 | 0 | 0 | 34 | 0 | 136 | 0 | 1,447 |
| March | 1,231 | 0 | 0 | 29 | 0 | 0 | 0 | 1,260 |
| April | 1,208 | 0 | 0 | 74 | 0 | 0 | 0 | 1,282 |
| May | 1,224 | 0 | 93 | 46 | 0 | 0 | 0 | 1,363 |
| June | 1,115 | 0 | 4 | 45 | 669 | 0 | 0 | 1,833 |
| July | 1,064 | 0 | 0 | 78 | 1,863 | 0 | 0 | 3,005 |
| August | 1,153 | 0 | 0 | 67 | 225 | 0 | 0 | 1,445 |
| September | 1,144 | 0 | 0 | 114 | 0 | 0 | 0 | 1,258 |
| October | 1,293 | 0 | 0 | 42 | 0 | 8 | 0 | 1,343 |
| November | 1,265 | 0 | 0 | 58 | 0 | 0 | 0 | 1,323 |
| Annual Total | 13,025 | 0 | 97 | 587 | 2,757 | 263 | 433 | 17,162 |
| Annual Allowance | 22,995 | | | | | | | 480,000 |

* As permitted by water licences 2BE-HOP1222 and 2AM-DOH1323

** Includes industrial uses such as underground drilling, core processing, concrete batching, etc.

^ Discharge of groundwater inflow from mine development in the Doris Connector zone to the Tailings Impoundment Area began in February. Mine water inflow is no longer being recycled into underground sumps for use in mining activities. The volume of inflow discharged to the TIA is presented in Table 1 above.

Table 4. Volume of Reclaim Water from the TIA, November 2018

| Month | Reclaim Water (m³) * |
|--------------------------|--|
| January | 82,577 |
| February | 69,744 |
| March | 78,864 |
| April | 74,638 |
| May | 76,444 |
| June | 69,120 |
| July | 66,699 |
| August | 71,186 |
| September | 65,833 |
| October | 64,395 |
| November | 66,692 |
| Annual Cumulative | 786,461 |

* As per Part J Item 11 (d)

Numbers rounded to the nearest cubic meter.

Table 5. Waste Rock and Process Volumes, November 2018

| Month | Waste Rock Management | | | | | Underground Void Space | | | Ore Processing and Tailings Management | | |
|------------------|---|---|---|--|--|--|---|---|--|---|--|
| | Produced from Mining Activity (tonnes)* | Backfilled Directly to Underground Stopes (tonnes)* | Returned Underground from Temporary Waste Rock Pile* (tonnes) | Moved to Temporary Waste Rock Pile (tonnes)* | Cumulative on Temporary Waste Rock Pile (tonnes) | Volume Created from Mining Activities (tonnes) | Cumulative Volume Available for Backfill (tonnes) | Cumulative Volume Available for Backfill (m³) | Quantity of Ore Processed** (tonnes) | Total Dry Tailings Placed in TIA** (tonnes) | Total Dry Cyanide Leach Tailings Placed Underground** (tonnes) |
| December Balance | - | - | - | - | 542,884 | - | 774,674 | 277,762 | - | - | - |
| January | 22,951 | 25,584 | 0 | 0 | 542,884 | 16,558 | 791,232 | 283,676 | 25,219 | 23,916 | 1,304 |
| February | 21,415 | 20,308 | 0 | 1,107 | 543,991 | 22,438 | 813,670 | 291,689 | 27,036 | 25,615 | 1,434 |
| March | 27,092 | 20,360 | 0 | 6,732 | 550,723 | 24,236 | 837,906 | 300,345 | 31,375 | 30,366 | 1,008 |
| April | 25,068 | 17,536 | 0 | 7,532 | 558,255 | 22,069 | 859,975 | 308,227 | 33,619 | 32,209 | 1,403 |
| May | 34,829 | 9,392 | 0 | 25,437 | 583,692 | 40,314 | 900,289 | 322,625 | 28,869 | 27,692 | 1,150 |
| June | 26,985 | 16,856 | 0 | 10,129 | 593,821 | 31,176 | 931,465 | 333,759 | 25,826 | 24,527 | 1,296 |
| July | 25,330 | 17,480 | 0 | 7,850 | 601,671 | 28,043 | 959,508 | 343,774 | 31,843 | 30,030 | 1,453 |
| August | 24,420 | 22,648 | 0 | 1,772 | 603,443 | 19,571 | 979,079 | 350,764 | 45,276 | 42,973 | 2,300 |
| September | 29,216 | 22,424 | 0 | 6,792 | 610,235 | 34,823 | 1,013,902 | 363,201 | 50,645 | 48,426 | 2,219 |
| October | 97,090 | 25,624 | 0 | 71,446 | 681,701 | 114,297 | 1,128,199 | 404,021 | 58,885 | 57,379 | 1,583 |
| November | 161,749 | 26,496 | 0 | 135,253 | 816,954 | 189,298 | 1,317,497 | 471,627 | 56,564 | 55,253 | 1,319 |
| Cumulative Total | 496,145 | 224,708 | 0 | 274,070 | 816,954 | 542,823 | 1,317,497 | 471,627 | 415,157 | 398,386 | 16,469 |

* As per Part J Item 11(e, f)

** As per Part J Item 12.

Note: Void space created from mining activities is determined as the sum of the initial void space as calculated in March 2017 and void space created each month from mining activities. A negative volume of void space created in a month indicates that a higher volume of waste rock and dry cyanide leach tailings was returned underground compared to the volume of void space created from new mining activities. The significant increase in waste rock production and the associated void space can be attributed to the Doris Crown Pillar Recovery activities that commenced in October 2018. Values associated with waste rock and underground void space have been adjusted for October due to an error in reporting.

Table 7. Doris Lake Water Level (ST-12), November 2018

| Month | Minimum Water Level (masl) | Maximum Water Level (masl) | Mean Water Level (masl) | Monthly Water Level Variation (masl)** | Comparison of Mean Water Level from Month to Month (masl)^ | Low Action Level Trigger (masl)* |
|-----------|----------------------------|----------------------------|-------------------------|--|--|----------------------------------|
| January | 21.672 | 21.689 | 21.679 | 0.017 | 0.003 | 21.346 |
| February | 21.674 | 21.689 | 21.681 | 0.015 | 0.002 | 21.346 |
| March | 21.681 | 21.694 | 21.686 | 0.013 | 0.005 | 21.346 |
| April | 21.680 | 21.692 | 21.687 | 0.012 | 0.001 | 21.346 |
| May | 21.703 | 21.711 | 21.707 | 0.008 | 0.020 | 21.346 |
| June | 21.709 | 22.389 | 22.073 | 0.680 | 0.366 | 21.346 |
| July | 21.902 | 22.244 | 22.063 | 0.342 | -0.010 | 21.346 |
| August | 21.815 | 21.926 | 21.861 | 0.111 | -0.202 | 21.346 |
| September | 21.755 | 21.781 | 21.764 | 0.026 | -0.097 | 21.347 |
| October | 21.704 | 21.770 | 21.739 | 0.066 | -0.025 | 21.347 |
| November | 21.694 | 21.715 | 21.704 | 0.021 | -0.035 | 21.347 |

* Low action level trigger is relative to the average water level value (September 10-30, 2018) measured in Doris Lake. Low action level trigger (-0.42 m) outlined in Section 5.4 of the Doris Aquatic Effects Monitoring Plan, September 2016.

** Monthly Water Level Variation is calculated as the difference between the Maximum Water Level and the Minimum Water Level measured during the month.

^ Comparison of the change in water level from month to month. This value is calculated by subtracting the Mean Water Level of the current month from the Mean Water Level of the previous month (e.g. February Mean Water level - January Mean Water level). A positive value from this calculation indicates a rise in water level since the previous month; a negative value from this calculation indicates a drop in water level since the previous month.
Note: Water level surveys were performed in June to calibrate the two pressure transducer stations installed in Doris Lake. Based on these surveys there was an adjustment of +2.0cm to the constant added to the data to determine the water elevation. This has resulted in a 2cm step increase between the data from April and May.

Waste Management (Part G Item 12)

Empty cargo aircraft were utilized for waste backhaul from the Doris Camp. Approximately 8 totes (1m³) of waste oil were transported to KBL Environmental in Yellowknife to arrange for final remediation/disposal.

Summary of Assessments of Water Balance and Water Quality Model (Part G Item 34)

Average monthly water quality, hydrologic, and climatic monitoring data were collected while in operations during November. Data will contribute to the assessment of the water and load balance model, and will be compared to the predicted water quality and elevation within the TIA and will be reported in the annual report for 2018.

Thermal Monitoring (Part J Items 13 and 14)

Thermal monitoring undertaken as per Part J Items 13, 14 and Schedule J is reported in the annual Geotechnical Report.

Doris North Camp Diversion Berm Effectiveness (Part J Item 19(d))

Visual monitoring was conducted during November to evaluate the diversion berm's efficacy of diverting runoff away from the camp pad. The diversion berm was observed to be functioning as per its design purpose.

Incident Reporting

No incidents pertaining to this license occurred during the month of November.

Should there be any questions regarding this monthly report, please contact enviro@tmacresources.com.

Yours sincerely,



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Cc:

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Figure 3. 2AM-DOH-1323 SNP Monitoring Locations

