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Sent by Email

April 28, 2022

Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0

Re: March 2022 – Monthly Monitoring Report for Water Licence 2AM-DOH1335

This report is comprised of the monitoring requirements set out in Part I and Schedule I of water licence 2AM-DOH1335 Amendment 2 (the licence), and additional requirements from CIRNAC.

On February 2, 2021 TMAC was purchased by Agnico Eagle Mines Limited (Agnico Eagle) and became a wholly owned subsidiary of Agnico Eagle. Effective as of January 1st, 2022, Agnico Eagle and TMAC amalgamated and continued under the Agnico Eagle name. Accordingly, by operation of law and without any further acts or steps necessary, TMAC ceased to exist and continued as Agnico Eagle, and Agnico Eagle possessed all of the property, rights, privileges and franchises and is subject to all liabilities, including civil, criminal and quasi-criminal, and all contracts, disabilities and debts of TMAC.

In March 2022, Agnico made the decision to maintain the suspension of production activities at the Doris Mine site and Madrid North Portal, in order to dedicate the infrastructure of the Hope Bay site to exploration activities. As such, the mill operation will remain suspended and underground activities will focus on exploration development. The mill ceased operation on the March 13, 2022.

During the subject period of this report, the focus of activities at Doris was water management, environmental compliance and a ramp down of underground mining.

Dewatering of the Tailings Impoundment Area (TIA) and the Doris underground workings through the Robert's Bay Discharge System was halted on November 29, 2021, to remain compliant with MDMER and was not restarted this month. Dewatering of the Doris underground workings through the mill tailings system to the TIA also continued this month.

Sampling locations monitored under this licence (seasonally or when facilities are operational) are provided in Figure 6 through Figure 8 at the end of this report.

Site Wide Water Quality Monitoring Program (Part I Item 3 and Schedule I)

Water quality sampling was conducted in March at monitoring stations identified in Schedule I of the licence (ST-1 through ST-13, TL-1 through TL-12 and MMS-1 through MMS-10). 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).

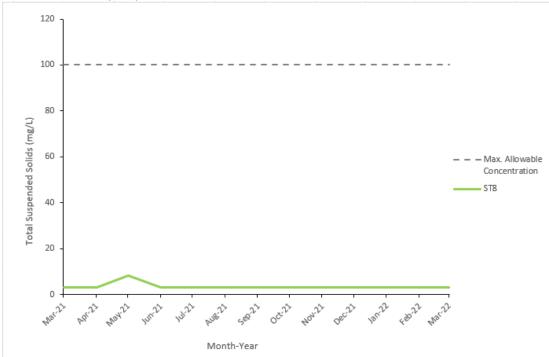
All parameters were compared to the applicable effluent quality limits outlined in Part D and Part F of the licence. No exceedances of effluent quality limits were observed in any samples collected this month. Results of all water quality monitoring are provided in Appendix A attached to this report.

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 F Item 4(b).

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



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

Flow and Volume Measurements (Part F, Part I and Schedule I)

Table 1. Effluent discharge, March 2022

Facility	Station Code	Discharge Volume (m³)	Exceedances of Discharge Criteria	Discharge Location	Licence Reference
Doris Sedimentation Pond *	ST-1	0	N/A	Tailings Impoundment Area	Part F Item 17
Doris Contact Water Pond #1	ST-2	0	N/A	Tailings Impoundment Area	Part F Item 17, 18(a)
Non-Hazardous Landfill Sump	ST-3	0	0	Facility not constructed	Part F Item 18(a)
Landfarm Sump	ST-4	0	0	Tailings Impoundment Area	Part F Item 18(b)
Doris Plant Site Fuel Storage Area	ST-5	0	0	Tailings Impoundment Area	Part F Item 18(b)
Rob Bay Single 5ML Fuel Storage Area	ST-6a	0	0	Tundra Discharge 13W 432954 7563407	Part F Item 18(b)
Rob Bay Fuel Storage and Containment Berm	ST-6b	0	0	Tundra Discharge 13W 432878 7563130	Part F Item 18(b)
Doris Sewage Treatment Plant, Effluent	ST-8	838	0	Tundra Discharge 13W 432933 7559057	Part F Item 5(b-c)
Doris Sewage Treatment Plant, Sludge	N/A	24.5	N/A	Tailings Impoundment Area	Part I Item 5(f)
Doris Reagent and Cyanide Storage Facility Sump	ST-11	0	N/A	Tailings Impoundment Area	Part F Item 17
Doris Contact Water Pond #2	ST-13	0	N/A	Facility not constructed	Part F Item 17
Doris Mine Water Discharge	TL-12	55,375	N/A	Tailings Impoundment Area Roberts Bay	
Madrid North Contact Water Pond	MMS-1	0	0	Tailings Impoundment Area	Part F Item 17, 18(a)
Madrid South Primary Contact Water Pond	MMS-2	0	N/A	Facility not constructed	Part F Item 17, 18(a)
Madrid South Secondary Contact Water Pond	MMS-3	0	N/A	Facility not constructed	Part F Item 17, 18(a)
Madrid South Fuel Storage Facility	MMS-5	0	0	Facility not constructed	Part F Item 18(b)
Madrid North Connector	MMS-7	0	N/A	Facility not constructed	
Madrid North Fuel Storage Facility	MMS-8	0	0	Facility not constructed	Part F Item 18(b)
Madrid Mine Water Discharge	MMS-10	0	N/A	Tailings Impoundment Area	

Records of visual monitoring of discharge to tundra are maintained on file as per Part I Item 11.

^{*} Note: Volume reported includes effluent transferred from the Doris Contact Water Pond #1, Landfarm Sump, Doris Plant Site Fuel Storage Area and Madrid North Contact Water Pond.

Table 2. Discharge from TIA to Roberts Bay, March 2022

Month	Number of days of discharge	Discharge Volume (m³)	Exceedances of Discharge Criteria*	
January	0	0	0	
February	0	0	0	
March	0	0	0	
Annual Cumulative	0	0	0	

^{*} Discharge criteria as outlined in *Metal and Diamond Mining Effluent Regulations*.

Acute Lethality testing conducted as outlined in Part F Item 22 and Part I Item 14

Table 3. Water Usage, March 2022

		Windy Lake	(ST-7A)			Total Usage				
Month	Domestic Water*	Industrial**	Winter Track	Surface Exploration	Domestic Water*	Surface Exploration	Industrial Usage**	Dust Suppression	Winter Track	
January	784	14	10	55	0	0	0	0	0	863
February	1,087	12	493	223	0	0	0	0	0	1,815
March	1,017	16	1,114	386	0	212	0	0	300	3,045
Annual Total	2,888	42	1,617	664	0	212	0	0	300	5,723
Annual Allowance	43,800						1,930,000			2,033,800

^{*} As permitted by water licences 2BE-HOP1222 and 2AM-DOH1335 Part E Item 1 and Part I Item 5(a)(b)

^{**} Includes industrial uses such as underground drilling, core processing, milling, concrete batching, etc.

Table 4. Volume of Reclaim Water from the TIA for Process Water, March 2022

Month	Reclaim Water (m³) *
January	58,144
February	77,385
March	29,403
Annual Cumulative	164,902

^{*} As per Part E Item 5 and Part I Item 5(c)

Numbers rounded to the nearest cubic meter.

Table 5. Doris Waste Rock and Ore Volumes, March 2022

		Wa	aste Rock Managem	ent		Underground Void Space			Ore Processing and Tailings Management		
Month	Produced from Mining Activity (tonnes)	Backfilled Directly to Mine (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 Detoxified Tailings Placed Underground** (tonnes)
December Balance	-	-	-	-	723,872	-	1,700,749	751,239	-	-	-
January	12,306	2,214	0	10,092	733,964	15,751	1,558,255	677,353	0	0	0
February	9,080	6,565	0	2,515	736,479	6,521	1,551,734	679,682	0	0	0
March	11,560	6,644	0	4,916	741,395	2,923	1,548,811	680,726	0	0	0
Cumulative Total	32,946	15,423	0	17,523		25,195			0	0	0

^{*} As per Part I Item 5(d)(e)

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 detoxified tailings was returned underground compared to the volume of void space created from new mining activities.

^{**} As per Part I Item 6

Table 6. Madrid North Waste Rock and Ore Volumes, March 2022

			Waste Rock N	Un	Ore Produced					
Month	Produced from Mining Activity (tonnes)	Backfilled Directly to Underground Mine (tonnes)	Returned Underground from Temporary Waste Rock Pile* (tonnes)	Moved to Temporary Waste Rock Pile (tonnes)*	Moved to Naartok East Crown Pillar Trench for Backfill (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 Produced** (tonnes)
December Balance	-	-	-	-	-	0	-	-	-	-
January	0	0	0	0	0	0	0	0	0	0
February	0	0	0	0	0	0	0	0	0	0
March	0	0	0	0	0	0	0	0	0	0
Cumulative Total	0	0	0	0	0	0	0	0	0	0

^{*} As per Part I Item 5(d)(e)

Note: Void space created from mining activities is determined as the sum of the initial void space as calculated in December 2021 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 was returned underground or backfilled in the Naartok East Crown Pillar trench compared to the volume of void space created from new mining activities.

^{**} As per Part I Item 6

Table 7. Doris Lake Water Level (ST-12), March 2022

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) [^]	
January	21.774	21.802	21.788	-0.005	-0.010	
February	21.755	21.790	21.774	0.035	-0.014	
March	21.742	21.764	21.753	0.023	-0.021	

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

Waste Management (Part F Item 10 and 11)

In March, Agnico shipped no hazardous waste offsite. As a result, table 8 has been removed from this month's report. Waste shipments are expected to proceed in April.

[^] 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.

Summary of Assessments of Water Balance and Water Quality Model (Part F Item 24 and Part I Item 12 c)

Average monthly water quality, hydrologic, and climatic monitoring data were collected while in operations during March. 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 2022.

Thermal Monitoring (Part I Items 7, 8 and Schedule I)

Thermal monitoring undertaken as per Part I Items 7, 8 and Schedule I is reported in the annual Geotechnical Report.

Site Freshet and Precipitation Conditions (Part I Item 12(d))

Visual monitoring was conducted at the Diversion Berm this month. No issues were identified at the Diversion Berm and associated check dam in March. Photos of this infrastructure are provided in Figure 3 below.

Inspections were completed of site culverts throughout the month of September 2021. The culvert inspections have been suspended until freshet 2022 since they are no longer visible. No issues were identified with these water management structures as they were observed to be frozen due to the onset of winter.

Figure 3. Diversion berm during March 2022



Incident Reporting

No incidents pertaining to this licence occurred this month.

Should there be any questions regarding this monthly report, please contact me at guillaume.dumont-vandewinkel@agnicoeagle.com.

Yours sincerely,

Guillaume Dumont-Vandewinkel

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Figure 6. 2AM-DOH1335 SNP Monitoring Locations



Figure 7. 2AM-DOH1335 SNP Monitoring Locations



Figure 8. 2AM-DOH1335 SNP Monitoring Locations

