

PENDING SUBMISSIONS	CURRENT LICENCE REQUIREMENTS	SHEAR'S PROPOSED (Tech Memo I)	AANDC RECOMMENDATIONS
Date Issued or Submitted	21-Dec-04	22-Aug-11	13-Sep-11
PKCA			
Divider Dyke B Design Plan	<i>"at least sixty (60) days prior to the construction", Part D, Item 2.</i>	Construction of Divider Dyke B would begin within the first year once production has resumed. The design plan will be submitted at least 60 days prior to construction.	90 days prior to implementation
Divider Dyke B Construction Report	<i>"within ninety (90) days of completion of any structure", Part D, Item 18.</i>	The construction report will be filed within 90 days following construction.	No change to current licence condition
Divider Dyke A Design Plan	<i>"at least sixty (60) days prior to the construction", Part D, Item 2.</i>	Construction of Divider Dyke A will begin 3-6 months prior to resuming production. The design plan will be submitted at least 60 prior to construction.	Not mentioned in document provided by AANDC
Divider Dyke A Construction Report	<i>"within ninety (90) days of completion of any structure", Part D, Item 18.</i>	The construction report will be filed within 90 days following construction.	Not mentioned in document provided by AANDC
Perimeter Berm Design Plan	<i>"at least sixty (60) days prior to the construction", Part D, Item 2.</i>	Construction of the Perimeter Berm would begin within the first year once production has resumed. The design plan will be submitted at least 60 days prior to construction.	90 days prior to implementation
Perimeter Berm Construction Report	<i>"within ninety (90) days of completion of any structure", Part D, Item 18.</i>	The construction report will be filed within 90 days following construction.	No change to current licence condition
North Dam Design Plan	<i>"at least sixty (60) days prior to the construction", Part D, Item 2.</i>	Construction of the North Dam will begin 3-6 months prior to resuming production. The design plan will be submitted at least 60 prior to construction.	90 days prior to implementation
North Dam Construction Report	<i>"within ninety (90) days of completion of any structure", Part D, Item 18.</i>	The construction report will be filed within 90 days following construction.	No change to current licence condition
Settling Pond Dam (Potential) DP	<i>"at least sixty (60) days prior to the construction", Part D, Item 2.</i>	If this is required, the design plan would be submitted at least 60 days prior to construction.	90 days prior to implementation

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Settling Pond Dam (Potential) CR	"within ninety (90) days of completion of any structure", Part D, Item 18.	If this is constructed, the construction report will be submitted within 90 days of construction.	No change to current licence condition
West Dam Design Plan	"at least sixty (60) days prior to the construction", Part D, Item 2.	Construction of the West Dam will begin 3-6 months prior to resuming production. The design plan will be submitted at least 60 prior to construction.	Not mentioned in document provided by AANDC
West Dam Construction Report	"within ninety (90) days of completion of any structure", Part D, Item 18.	The construction report will be filed within 90 days following construction.	Not mentioned in document provided by AANDC
WASTE MANAGEMENT			
Landfill Design Plan	"at least sixty (60) days prior to the construction", Part D, Item 2.	The landfill will be constructed 9-12 months prior to resuming production. The design plan will be submitted 60 days prior to construction	90 days prior to implementation
Landfill Construction Report	"within ninety (90) days of completion of any structure", Part D, Item 18.	The construction report will be filed within 90 days following construction	No change to current licence condition
Landfill Operation and Management Plan	"within one (1) year of the effective date of this License, submit to the Board for approval" Part H, Item 5.		No recommendation from AANDC
Landfarm Design Plan	"at least sixty (60) days prior to the construction", Part D, Item 2.	The landfarm will be constructed 9-12 months prior to resuming production. The design plan will be submitted 60 days prior to construction	90 days prior to implementation
Landfarm Construction Report	"within ninety (90) days of completion of any structure", Part D, Item 18.	The construction report will be filed within 90 days following construction	No change to current licence condition
Landfarm Operation and Management Plan	"within one (1) year of the effective date of this License, submit to the Board for approval", Part H, Item 5.	Prior to commissioning, the O and M plan will be filed in accordance with Schedule H Item 3(b)	60 days prior to implementation
Waste Rock Management Plan	"for approval within four (4) months of the effective date of this license", Part H, Item 2.	The WRMP will be updated and filed at least 60 days prior to resuming production	90 days prior to implementation

Type A Water Licence Renewal Public Hearing

PENDING SUBMISSIONS	CURRENT LICENCE REQUIREMENTS	SHEAR'S PROPOSED (Tech Memo I)	AANDC RECOMMENDATIONS
Date Issued or Submitted	21-Dec-04	22-Aug-11	13-Sep-11
RECLAIM Estimate	<i>"submit to the Board for approval, annually by March 31st for the preceding year, an updated estimate of the total mine closure restoration liability using the current version of RECLAIM", Part M, Item 7.</i>	Shear provided updated estimates for both Crown and Inuit Owned Lands on August 15, 2011	To be revised by Shear prior to Hearing
SWMP	<i>"at least four (4) months prior to commencement of production, submit to the Board for approval", Part F, Item 1.</i>	Shear will submit a revised SWMP for Operations for approval at least 60 days prior to commencing mining activities (SWMP, Section 3.0, January 31, 2011)	90 days prior to implementation. Needs revision to go from C & M to commissioning incl eng design of berms on collection ponds.
AEMP	<i>"within two (2) months of the effective date of this License, submit to the Board for approval", Part L, Item 10.</i>	60 days prior to resuming production, submit an updated AEMP to reflect Operations	90 days prior to implementation. Needs revision to go from C&M to commissioning. Needs further revision pre-mining
CONTINGENCY MNGT PLAN	<i>"submit to the Board for approval within thirty (30) days of the effective (date) of this Licence, a revised Contingency Plan", Part J, Item 1.</i>	Upon notifying the Board of intention to resume production (30 days prior to resuming production), submit an updated Contingency Plan.	90 days prior to implementation. Very large plan. 4th version currently significant review to date
MINE PLAN	<i>"This Licence entitles (Shear) to use water and dispose of waste associated with the industrial undertakings in diamond mining of Kimberlite as outlined in the Mine Plan", Part A, Item 1(a). "Modification means an alteration to a physical work that introduces a new structure or eliminates an existing structure and does not alter the purpose or function of the work, but does not include an expansion" Schedule A.</i>	Shear has stated that they are currently working within the existing Mine Plan.	90 days prior to resuming production. Potentially significantly modified

A & R PLAN	<i>"submit to the Board for approval, at the time of licence renewal, a Proposed Final Closure and Reclamation Plan", Part M, Item 5.</i>	Upon notifying the Board of intention to resume production (30 days prior to resuming production), submit an updated A & R Plan.	90 days prior to implementation
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Shear Diamonds Ltd.

In Response to AANDC Submission, Appendix 2 Proposed Schedule of Submission or Conformity

Type A Water Licence Renewal Public Hearing

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GMP	<i>"within one (1) month of the effective date of this License, submit to the Board for approval", Part L, Item 1.</i>	Will be submitted by June 29, 2012.	90 days prior to implentation. Needs revision to go from C & M to commissioning
WMP	<i>"within one (1) year of the effective date of this License, submit to the Board for approval", Part H, Item 5.</i>	Will be submitted by October 29, 2012.	90 days prior to implementation
EXPLOSIVES MNGT PLAN	<i>"at least sixty (60) days prior to commencement (of) operations, submit to the Board for review, an approved Explosives Management Plan", Part D, Item 14.</i>	Will be submitted by April 29, 2012.	60 days prior to implementation
QA/QC PLAN	<i>"within three (3) months of the effective date of this License", Part L, Item 5.</i>	Will be submitted by May 29, 2012.	60 days prior to implementation