



NWB Tools

Richard Dwyer <richard.dwyer@nwb-oen.ca>

2AM-LUP1520 Amendment 3 Reduced Reclamation Security Teleconference

Belinda Labatte <b.labatte@mandalayresources.com>

Thu, Feb 21, 2019 at 12:30 PM

To: "Dewar, Spencer (AADNC/AANDC)" <spencer.dewar@canada.ca>, Richard Dwyer <richard.dwyer@nwb-oen.ca>, "Parsons, Ian (AADNC/AANDC)" <ian.parsons@canada.ca>

Cc: Karyn Lewis <k.lewis@mandalayresources.com>, Christine Kowbel <ckowbel@lawsonlundell.com>, "Okonkwo, Godwin (AADNC/AANDC)" <godwin.okonkwo@canada.ca>, Nick Dwyer <n.dwyer@mandalayresources.com>

Thanks Spencer; appreciate the feedback.

Mandalay will request Option 2.

CIRNAC can sign and courier back the LOC as it is and HSBC, on receiving it, will return the funds to Mandalay to reduce the bond by C\$3,197,697. On the same day another amendment by HSBC will be made to add the missing amount of \$7303.00. This amendment of the LOC will be sent back to CIRNAC with showing the correct bond of \$26,107,303.

Belinda

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From: Dewar, Spencer (AADNC/AANDC) <spencer.dewar@canada.ca>

Sent: February 21, 2019 12:22 PM

To: Belinda Labatte <b.labatte@mandalayresources.com>; Richard Dwyer <richard.dwyer@nwb-oen.ca>; Parsons, Ian (AADNC/AANDC) <ian.parsons@canada.ca>

Cc: Karyn Lewis <k.lewis@mandalayresources.com>; Christine Kowbel <ckowbel@lawsonlundell.com>; Okonkwo, Godwin (AADNC/AANDC) <godwin.okonkwo@canada.ca>

Subject: RE: 2AM-LUP1520 Amendment 3 Reduced Reclamation Security Teleconference

Hello,

Regarding the status of amended security as per 2AM-LUP1520. The amended amount for the Letter of Credit (LOC) is \$7303.00 less than what the water licence requires (\$26,107,303). Our review indicates that the error is with the LOC and not the water licence.

Therefore, there are two viable options:

1. we can return the LOC and you can have the corrections made, or
2. we can accept the LOC and LMI can undertake to furnish an additional \$7303.00 within 30 days

Please advise how you would like to proceed.

If you have any further questions, please do not hesitate to contact us.

Thanks,

Spencer Dewar

Director, Resource Management

Crown-Indigenous Relations and Northern Affairs Canada

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From: Belinda Labatte [<mailto:b.labatte@mandalayresources.com>]
Sent: Wednesday, February 20, 2019 2:29 PM
To: Richard Dwyer; Parsons, Ian (AADNC/AANDC); Dewar, Spencer (AADNC/AANDC)
Cc: Karyn Lewis; Christine Kowbel
Subject: 2AM-LUP1520 Amendment 3 Reduced Reclamation Security Teleconference
Importance: High

Spencer, Richard, Ian; on December 21 the NWB agreed with CIRNAC on the reduction of the bond of C\$3,197,697 and a decision was made for the Minister's approval due by Feb 3. We still today do not have this release complete and it has been two months since a decision was made. How does this kind of delay happen? Karyn has been patiently following up and I would please ask that all further communications occur on this email so we can move on.

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