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Memo

To: Karyn Lewis, LMI

Client:

Lupin Mine Inc.

From: Alvin Tong

Project No:

1CL008.002

Cc: Patrick Downey

Date:

September 3, 2015

Subject:

August 2015 Sewage Facility Geotechnical Inspection

August 2015 Geotechnical Inspection

SRK engineer, Alvin Tong, has completed a geotechnical inspection of the Lupin Mine on 2 August, 2015. This inspection indicated that repairs have been completed in the lower dam, according to the recommendations provided in the geotechnical report (SRK 2014). It was noted during the inspection that LMI had set up syphons to drop the water level on the lower sewage pond. A technical memorandum was issued on 6 August, 2015 (SRK 2015), to confirm the "Measures to be Taken". Action item 2a) in the 22 July, 2015 Inspector's Directive has been substantially completed with minor finishing work scheduled to be completed before the end of 2015's field season.

Mr. Tong completed an additional geotechnical inspection in 19 August, 2015. It was noted in this inspection that the lower sewage pond had been lowered to provide 1.4 m of freeboard before syphoning was completed on 19 August, 2015. The upper sewage dam was noted to have 1.1 m of freeboard. The dams met the minimum freeboard to allow operation. LMI has provided photographs on 2 September, 2015 indicating all finishing work on both dams are completed.

SRK Consulting (Canada) Inc.

PROFESSIO

C. A. TONG

Alvin Tong, PEng Senior Consultant

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1 References

SRK 2014, 2014 Sewage Pond Dams Geotechnical Inspection. Report submitted to LMI, October 2014.

SRK 2015, Letter RE: Inspector's Direction Issued on July 22, 2015. Letter submitted to LMI, August 6, 2015.