

November 27, 2015

Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0 Water Resources Officer, AANDC Nunavut District, Nunavut Region P.O. Box 100 Igaluit, NU X0A 0H0

RE: Water Licence 2AM-MRY1325 Monthly SNP Report - October 2015

The following is the monthly report for October 2015 as required under Part I, Item 21 Water Licence 2AM-MRY1325. Part I, Item 21 of the above referenced Water Licence state:

"The Licensee shall submit to the Board, within thirty (30) days following the month being reported, a Monthly Monitoring Report. The Report shall include:

- a. All data and information required by this Part and generated by the Monitoring Program in the tables of Schedule I:
- b. An assessment of data to identified area of non-compliance with regulated discharge parameters referred to in Part F"

Monitoring Program

During the month of October 2015, water samples were collected at MP-01 and MS-01 as part of the Water Licence Monitoring Program.

Due to Frozen conditions, samples were not collected downstream of construction, quarry, and waste storage/discharge monitoring locations at the Mine Site (MS-C and MQ-C sites) and Milne Port (MP-C and MP-Q1 sites) as part of the Aquatics Effects and Monitoring Program under Schedule I of Water Licence 2AM-MRY1325.

Table 1 presents a list of samples/monitoring required under the Water Licences and the details concerning which water quality samples were collected along with sample date/lab identification number as appropriate. Analytical water quality testing results received are presented in Table 2. Volumes consumed for domestic water purposes and the volumes of treated sewage effluent and sewage sludge discharged at Mary River Mine Site and Milne Port Camp are presented in attached Table 3.

Monitoring Program Results

A) Water Sampling and Analysis Results

Table 2 provides the analytical results related to the Monitoring Program sampling requirements for October 2015.

B) Flow and Volume Measurements

Table 3 provides a breakdown of volume measurements as requested in Part I, Item 9 of the water licence for October 2015. Daily flow data for runoff and seepage sites are being collected and will be provided in the annual report.

We hope that the information provided in this monthly report is acceptable and should you have any questions regarding this report please contact the undersigned or Trevor Myers at 647-253-0596 ext: 6010 or Jim Millard at ext: 6016.

Regards,

Reviewed by:

Allan Knight, B.Sc.

Environmental Superintendent

James Millard, M.Sc., P.Geo Environmental Manager

Attach: Tables 1, 2 and 3

Cc: Justin Hack, Erik Allain (AANDC)

Table 1: Monitoring Program Water Sampling Summary for October 2015

Monitoring Program Station	Sampling Date Lab ID#		Comment		
Milne Port			1		
MP-01	October 7, 2015	1 1604011 1	Discharge volume reported daily		
(Sewage Treatment Facility)	October 7, 2015	L1684211-1			
MP-01A (Milne Port PWSP)	N/A	N/A	Volume Reported Daily during discharge		
MP-MRY-3			Withdrawal volume Reported Daily		
(Freshwater Intake from Km 32 Lake - Winter)	N/A	N/A			
MP-MRY-04 (RBC at Exploration Camp)	N/A	N/A	Facility Inactive		
MP-03 (Bulk Fuel Storage Facility Stormwater)	N/A	N/A	Volume Reported Daily during discharge		
MP-04 (Landfarm Facility & Snow Facility)	N/A	N/A	Volume Reported Daily during discharge		
MP-MRY-12 (Bulk Sample Stockpile Area Seepage)	N/A	N/A	No flow, location is being retired due to lack of flow.		
MP-C-A (Downstream of Construction Area)	N/A	N/A	No flow, location is being retired due to lack of flow.		
MP-C-B (Downstream of Quarry Area)	N/A	N/A	No Flow, Frozen Conditions		
MP-C-B01 (Downstream of Quarry Area)	N/A	N/A	No Flow, Frozen Conditions		
MP-C-F (Downstream of Construction Area)	N/A	N/A	No Flow, Frozen Conditions		
MP-C-H (Downstream of Construction Area)	N/A	N/A	No Flow, Frozen Conditions		
MP-Q1-01 (Downstream of Q1 Quarry)	N/A	N/A	No Flow, Frozen Conditions		
MP-Q1-02 (Downstream of Q1 Quarry)	N/A	N/A	No Flow, Frozen Conditions		
Mary River Mine Site			•		
MS-01 (Sewage Treatment Facility)	October 7, 2015	L1684193-1	Discharge volume reported daily		
MS-MRY-1 (Freshwater Intake from Camp Lake)	N/A	N/A	Withdrawal volume reported daily		
MS-MRY-04 (Exploration Camp RBC)	N/A	N/A	Facility Inactive		
MS-MRY-04B (Exploration Camp PWSP #2)	N/A	N/A	Volume Reported Daily during discharge		
MS-03 (Milne Site Bulk Fuel Storage Facility Stormwater)	N/A	N/A	Volume Reported Daily during discharge		
MS-08 (Temporary Mine Waste Rock Stockpile pond)	N/A	N/A	Volume Reported Daily during discharge		

Monitoring Program Station	Sampling Date	Lab ID#	Comment		
MS-MRY-6 (Exploration Camp Bladder Farm Stormwater)	N/A N/A		Volume Reported Daily during discharge		
MS-MRY-09 (Bulk Sample Pit)	N/A	N/A	No discharge observed		
MS-MRY-10 (Weathered Ore Bulk Sample Stockpile)	N/A	N/A	No discharge observed		
MS-MRY-11 (Processing Bulk Sample Stockpile)	N/A	N/A	Area is being retired due to lack of flows		
MS-MRY-13A (Downstream Non-Hazardous Landfill)	N/A	N/A	No Flow, Frozen Conditions		
MS-MRY-13B (Downstream Non-Hazardous Landfill)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-A (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-B (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-C (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-D (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-E (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-F (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-G (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MS-C-H (Downstream of Construction and Borrow Areas)	N/A	N/A	No Flow, Frozen Conditions		
MQ-C-A (Downstream of QMR2 Quarry)	N/A	N/A	No Flow, Frozen Conditions		
MQ-C-B (Downstream of QMR2 Quarry)	N/A	N/A	No Flow, Frozen Conditions		
MQ-C-D (Downstream of QMR2 Quarry)	N/A	N/A	No Flow, Frozen Conditions		
MQ-C-E (Downstream of D1Q2 Quarry)	N/A	N/A	No Flow, Frozen Conditions		
Steensby Port					
Steensby Exploration Camp is pres	sently not active				

Table 2. Water Chemistry Results - October 2015									
Sample Number	ample Number Sample ID		Date Sampled Parameter Name		Units	Lab			
MILNE PORT SITE									
L1684211-1	MP-01	7-Oct-15	рН	7.42	pH units	ALS			
L1684211-1	MP-01	7-Oct-15	Total Suspended Solids	Total Suspended Solids <2.0		ALS			
L1684211-1	MP-01	7-Oct-15	N-NH3 (Ammonia)	0.068	mg/L	ALS			
L1684211-1	MP-01	7-Oct-15	Total Kjeldahl Nitrogen	0.83	mg/L	ALS			
L1684211-1	MP-01	7-Oct-15	Total Phosphorus	15.4	mg/L	ALS			
L1684211-1	MP-01	7-Oct-15	Faecal Coliforms	0	CFU/100 mL	ALS			
L1684211-1	MP-01	7-Oct-15	Biochemical Oxygen Demand	<2.0	mg/L	ALS			
L1684211-1	MP-01	7-Oct-15	Oil & Grease - Total	<6.0	mg/L	ALS			
MARY RIVER MINE SITE									
L1684193-1	MS-01	7-Oct-15	рН	7.37	pH units	ALS			
L1684193-1	MS-01	7-Oct-15	Total Suspended Solids	<2.0	mg/L	ALS			
L1684193-1	MS-01	7-Oct-15	N-NH3 (Ammonia) 0.256		mg/L	ALS			
L1684193-1	MS-01	7-Oct-15	Total Kjeldahl Nitrogen 0.47		mg/L	ALS			
L1684193-1	MS-01	7-Oct-15	Total Phosphorus 0.383		mg/L	ALS			
L1684193-1	MS-01	7-Oct-15	Faecal Coliforms 0 Cl		CFU/100 mL	ALS			
L1684193-1	MS-01	7-Oct-15	Biochemical Oxygen Demand <2.0		mg/L	ALS			
L1684193-1	MS-01	7-Oct-15	Oil & Grease - Total	<2.0	mg/L	ALS			

Note:

Table 3: Flow and Volume Measurements-Part I Item 11 - October 2015

DATE	Camp Lake Freshwater Use (Mine Site Camp) - Daily Potable Water (m³) MS-MRY-1	Camp Lake Daily Freshwater Use for Other Purposes - (m³) MS-MRY-1	Km 32 Lake Milne Port Camp Daily Potable Water (m ³) MP-MRY-3	Treated Sewage Effluent (m³) from MS-01 to Discharge Location #1	Sewage Sludge Removed (m³) from Mine Site WWTP	Treated Sewage Effluent (m³) from MP-01 to Milne Port	Sewage Sludge Removed (m³) from Milne Port WWTP	Sewage Removed (m³) from Lift Stations to PWSP at Milne Port - MP-01a
1-Oct	56.7	20.0	45.4	56.7	0.4	45.4	0.2	0.0
2-Oct	52.0	0.0	30.3	52.0	0.3	30.3	0.2	0.0
3-Oct	41.8	0.0	45.4	41.8	0.4	45.4	0.5	0.0
4-Oct	46.8	15.7	15.1	46.8	0.4	15.1	0.3	0.0
5-Oct	41.9	0.0	60.6	41.9	0.3	60.6	0.2	0.0
6-Oct	57.1	67.0	45.4	57.1	0.3	45.4	0.3	0.0
7-Oct	54.6	0.0	30.3	54.6	0.3	30.3	0.2	0.0
8-Oct	45.3	10.2	45.4	45.3	0.3	45.4	0.1	0.0
9-Oct	50.0	0.0	30.3	50.0	0.3	30.3	0.1	0.0
10-Oct	46.8	0.0	45.4	46.8	0.3	45.4	0.2	0.0
11-Oct	36.3	0.0	30.3	36.3	0.3	30.3	0.2	0.0
12-Oct	53.3	17.8	30.3	53.3	0.3	30.3	0.3	1.4
13-Oct	39.6	0.0	45.4	39.6	0.2	45.4	0.0	0.0
14-Oct	49.9	0.0	45.4	49.9	0.2	45.4	0.3	0.0
15-Oct	44.1	0.0	30.3	44.1	0.2	30.3	0.0	0.0
16-Oct	69.1	10.6	30.3	69.1	0.2	30.3	0.1	0.0
17-Oct	62.5	9.0	30.3	62.5	0.3	30.3	0.2	0.0
18-Oct	39.1	0.0	30.3	39.1	0.3	30.3	0.1	0.0
19-Oct	50.5	13.7	30.3	50.5	0.3	30.3	0.0	0.0
20-Oct	41.8	0.0	30.3	41.8	0.2	30.3	0.1	0.0
21-Oct	62.5	0.0	30.3	62.5	0.3	30.3	0.1	0.0
22-Oct	55.1	0.0	30.3	55.1	0.2	30.3	0.1	1.4
23-Oct	42.4	0.0	30.3	42.4	0.3	30.3	0.3	0.0
24-Oct	42.8	15.3	30.3	42.8	0.3	30.3	0.0	0.0
25-Oct	54.6	0.0	30.3	54.6	0.3	30.3	0.3	0.0
26-Oct	43.4	0.0	30.3	43.4	0.2	30.3	0.0	0.0
27-Oct	43.5	0.0	30.3	43.5	0.3	30.3	0.0	0.0
28-Oct	58.9	18.4	15.1	58.9	0.2	15.1	0.1	0.0
29-Oct	39.8	0.0	30.3	39.8	0.3	30.3	0.2	0.0
30-Oct	67.9	0.0	15.1	67.9	0.3	15.1	0.3	0.0
31-Oct	38.8	0.0	0.0	38.8	0.3	0.0	0.2	0.0
Total Notes:	1528.7	197.7	999.3	1528.7	8.7	999.3	5.3	2.8

Notes:

WWTP - Waste Water Treatment Plant
PWSP - Polishing Waste Stabilization Pond