



INDUSTRIAL WATER USE INSPECTION REPORT

DATE: 17 July 2012

COMPANY REP: Vivian Park

LICENSEE: Elgin Mining
(BONITO CAPITAL CORP.)

LICENCE #: 2BM-ULU0914

WATER SUPPLY

Source: West Lake Quantity Used: Manually tracked Meter Rdg.: Drill - 8939 gal

Indicate:	A - Acceptable	U - Unacceptable	N/A - Not Applicable	Not Inspected - N/I
Intake Facilities	<u>A</u>			
Storage Structures	<u>A</u>			
Flow Meas. Device	<u>A</u>			
Conveyance Lines	<u>A</u>			
Treatment Systems			<u>N/I</u>	
Pumping Stations			<u>U</u>	
Recycling Modifications				<u>N/I</u>

Comments: Fuel and gas powered pumps to be set back > 30 m from water
Report and photos of modification to be submitted to Inspector by 24 July.

WASTE DISPOSAL

Tailings: N/I Tailings Pond ☐ Natural Lake ☐ Underground ☐ ~~Other~~

Sewage: U Sewage Treat. System ☐ Tailings Pond ☐ Natural Water Body ☐
Continuous Discharge ☒ Inter. Dischg. ☐

Solid Waste: A Open Dump ☐ Landfill ☐ Incinerate
~~Burn & Bury~~ ☐ Underground ☐

Indicate:	A - Acceptable	U - Unacceptable	N/A - Not Applicable
Discharge Quality	<u>U</u>		
Conveyance Lines	<u>A</u>		
Decant Structures	<u>U</u>		
Pond Treatment		<u>N/A</u>	
Dyke Inspections	<u>N/I</u>		
Runoff Diversion		<u>N/A</u>	
Disch. Meas. Dev.			<u>N/A</u>
Dams, Dykes			<u>N/A</u>
Erosion			<u>N/I</u>
Freeboard			<u>A</u>
Seepages			<u>N/I</u>
Spills			<u>A</u>

Effluent Discharge Rate: Not available Samples Collected: West Lake Intake, East Lake Discharges
(sewage)

Comments: Effluent is being discharged without sampling to test for
compliance with discharge criteria. Effluent will immediately
be diverted to the lined pond beside the portal until criteria are
met or alternative disposal of human waste is
implemented.

GENERAL CONDITIONS

Indicate:	A - Acceptable	U - Unacceptable	N/A - Not Applicable
Ore & Waste Rock Stockpiles	<u>A</u>		
Records & Reporting		<u>A</u>	
Geotechnical Inspection	<u>N/I</u>		
Posting, Signage		<u>U</u>	
Restoration Activities	<u>A</u>		
New Construction		<u>N/I</u>	
Mine Water Discharge	<u>N/A</u>		
Chemical Storage		<u>U</u>	
Surv. Net. Prog.			<u>N/I</u>
Contingency Plan			<u>N/I</u>
Fuel Storage			<u>U</u>
Annual Report			<u>A</u>

Comments: Fuel transfers (all) to occur over drip trays. Lines and berms
to be assessed in next geotechnical inspection. All oils and other hazardous
materials to be collected and placed in an appropriate lined container by

Violations of Act or Licence: July 31. Photos and report submitted to
Inspector by same date.

General Comments: Please submit the latest Care + Maintenance Plan,
and Waste Management Plan, to the Inspector by July 24.

Page 2 attached ☐ Yes ☒ No

MANAGER, EXPLORATION
Licensee Representative's Title

Eva Paul
Inspector's Name

[Signature]
Licensee Representative's Signature

[Signature]
Inspector's Signature