

July 31, 2017

File No: LP01206

Albert Rock Box 20168 Whitehorse, Yukon Y1A 7A2

Dear Sir/Madam:

Re: Class 3 Placer Mining Land Use Approval

Your application for a Class 3 approval has been approved:

	As submitted.
\boxtimes	Subject to the attached conditions.
	Subject to security deposit as received.

The effective date of this approval will be July 31, 2017. All work, including restoration, must be completed by July 30, 2022, and inspected before full security and/or completion certificates can be applied for.

Please feel free to contact our office at (867) 667-3107 should you have any questions.

Regards,

Judy St. Amand

A/Chief, Mining Land Use

cc: EMR Natural Resources Officer, Compliance Monitoring and Inspections

ENV Environmental Affairs, Environmental Protection Branch



MINING LANDS MINERAL RESOURCES BRANCH GOVERNMENT OF YUKON

Pursuant to the *Placer Mining Act* and the <u>Placer Mining Land Use Regulation</u>, the Chief, Mining Land Use hereby grants a Class 3 approval to:

Albert Rock Box 20168 Whitehorse, Yukon Y1A 7A2

APPROVAL NUMBER:

LP01206

PROPERTY NAME:

Granite Creek

UNDERTAKING:

Placer

CLASS:

Class 3 Approval

EFFECTIVE DATE:

July 31, 2017

EXPIRY DATE:

July 30, 2022 or until a Class 4 approval is

issued, whichever occurs first

This approval shall be subject to the restrictions and conditions contained herein and to the restrictions and conditions contained in the *Placer Mining Act* and the <u>Placer Mining Land Use</u> <u>Regulation</u> made thereunder as proposed in Mining Land Use Application LP01206.

Dated this 31st day of July 2017

Judy St. Amand

A/Chief, Placer Land Use

PLACER MINING LAND USE APPROVAL

Class 3 LP01206 Albert Rock

SCOPE OF APPROVAL: Claim Status Report (Appendix A)

Exploration Activity Report (Appendix B) Proponent Commitments (Appendix C)

LOCATION:

115-A-11

Definitions

- "Act" means the Placer Mining Act, SY 2003, c.13; SY 2013, c.18;
- "Operator" means a person who is engaging in an operation;
- "Chief" means Chief of Placer Land Use, pursuant to the Act.
- "Effective date" means the date this Approval comes into force as evidence by the date of the signature of the Chief;
- "Site" means the area bounded by the sum of the mineral claims described above under 'Scope of Approval';
- "Inspector" means an inspector designated pursuant to the Act;

PART ONE - GENERAL REQUIREMENTS

Duration of Approval

- 1. This Approval is valid upon signature of the Chief until the expiry date or until a Class 4 approval is issued. In the event that mineral titles lapse, or that agreements to operate on mineral titles are dissolved, the Approval becomes null and void for that portion of the operating plan, where there is no right to the minerals.
- 2. All outstanding reclamation continues to be the responsibility of the operator.

Compliance with Operating Conditions

3. All operating activities must comply with the Operating Conditions contained in Schedule 1 of the <u>Placer Mining Land Use Regulation</u>. These Operating Conditions are enforceable.

PART TWO - REPORTING REQUIREMENTS

Contact Numbers/Planning and Communication

4. Submissions and reports to the Chief should be made in duplicate to the following addresses:

Operating Plan- Page 2 of 8 LP01206 Granite Creek Placer Chief, Mining Land Use Box 2703, K-9 Whitehorse, Yukon Y1A 2C6 Mining Lands Officer Room 102 - 300 Main Street Whitehorse, YT Y1A 2B5 867-667-3107 whitehorse.mining@gov.yk.ca

5. The contact for the Operator will be:

Albert Rock
Box 20168
Whitehorse, Yukon
Y1A 7A2
Albert Rock
arock@northwestel.net
(867)633-2854

- 6. All spills must be reported immediately to the 24-Hour Yukon Spill Reporting Line (867) 667-7244 and to the Whitehorse Mining Inspections Office (Compliance, Monitoring and Inspections) at (867) 456-3882.
- 7. An operator who takes an emergency remedial measure shall, as soon as possible but not later than 10 days after taking it, send a written report to the Chief describing the duration, nature and extent of the emergency and the measures taken to respond to it.
- 8. The operator shall contact the Whitehorse Mining Inspections Office (Compliance, Monitoring and Inspections) at (867) 456-3882 at least 14 days prior to commencing the field season.
- 9. The operator shall contact the Whitehorse Mining Inspections Office (Compliance, Monitoring and Inspections) at (867) 456-3882 at least 14 days prior to leaving the site at the end of the operation

Heritage

- 10. All palaeontological resources uncovered during operations shall be reported to the Yukon Palaeontology Program, Government of Yukon in Whitehorse at (867) 667-8089 or (867) 667-5386.
- 11. All archaeological resources uncovered during operations shall be reported to the Yukon Archaeology Program, Government of Yukon in Whitehorse at (867) 667-3771 or (867) 667-5386.
- 12. The report(s) developed for Section 21 shall be submitted to Government of Yukon Mining Lands, Mineral Resources Branch and the Heritage Resources Unit, Cultural Services Branch.

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Wildlife

13. All incidents with wildlife shall be reported to the District Conservation Officer in Haines Junction (Kluane Region) at (867) 634-2247, as well as any other communication regarding wildlife.

PART THREE – TERMS AND CONDITIONS

Removal of Vegetative Mat

14. If the vegetative mat must be removed to carry out an operation, it must be removed so as to protect the seed and root stock contained within the mat and be stored separately from any overburden or bedrock removed for use in re-establishing the vegetative mat when the operation ceases.

Re-establishment of vegetative mat

- 15. All vegetated areas disturbed by operation activities, including fuel and waste storage areas, clearings, corridors, camps and supporting infrastructure, and trenches and drill site, must be left in a condition conducive to re-vegetation by native plant species or other species adaptable to the local environment to encourage re-vegetation comparable to similar, naturally occurring, environments in the area.
- 16. Conditions conducive to re-vegetation include provision of an adequate soil layer with moisture retaining ability, no soil contamination by hydrocarbons or other hazardous substances, provisions of adequate seed or root stock and contoured or otherwise stable slopes.
- 17. If adequate seed or root stock is not naturally available, re-seeding or transplanting of vegetation is required. Only non-invasive species may be used for re-seeding or transplanting. Consult with the Mining Inspector prior to seeding.

Erosion Control and Permafrost

- **18.** All areas disturbed during an operation must be re-sloped, contoured or otherwise stabilized to prevent long term soil erosion, slumping and subsidence.
- 19. All activities must be carried out to avoid or minimize damage to and loss of permafrost.
- **20.** The operator shall insulate the ground surface beneath all temporary structures and temporary facilities used in the project where permafrost is present to:
 - a) Prevent any vegetation from being removed, and
 - b) Prevent the ground from settling or eroding

Historic Objects and Burial Grounds

21. A heritage resources impact assessment shall be completed in advance of ground disturbing activities in areas with elevated potential for the presence of archaeological or historic sites.

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- 22. Operations must not be carried out within 30m of a known archaeological, palaeontological or burial site unless the Chief indicates, in writing, that such activities may be carried out.
- 23. Any sites containing archaeological objects or human remains, or burial sites discovered in the course of carrying out an operation must be immediately marked and protected from further disturbance and, and as soon as practicable, the discovery reported to the Chief. No further activities may be carried out within 30m of the site until the Chief indicates, in writing, that the activities may be resumed.

Disposal of Wastes/Cleanliness

- 24. All solid waste, including debris, equipment, barrels, drums, and scrap metal, must be safely stored on the site of the operation while the program is carried out and must be disposed of in accordance with the Solid Waste Regulations.
- 25. The operator shall keep all garbage, including kitchen waste, in a container that prevents access by bears and other wildlife, until properly disposed of in accordance with the Solid Waste Regulations.
- **26.** When burning kitchen waste on site it must be burned regularly to reduce odours that might attract wildlife and be burned to ash by forced air or fuel fired incineration.
- 27. Campsites must be kept clean and tidy.

Fuel and Chemical Storage and Handling

- **28.** If petroleum fuel storage capacity exceeds 4000L, a secondary containment structure must be constructed. The containment structure must be made of a material impervious to petroleum products and:
 - a) if there is a single storage tank, be of sufficient size to accommodate at least 110% of the capacity of the storage tank; or
 - b) if there is more than one storage tank, be of sufficient size to accommodate 110% of the capacity of the largest storage tank or 10% of the total capacity of all of the tanks, whichever is greater.
- 29. All petroleum products, including waste petroleum products, and any other hazardous substances must be stored in a secure fashion no less than 30m from the ordinary high water mark of any water body.
- **30.** All fuel cache(s) must be protected with an earthen berm and flagged to prevent spills resulting from accidental contact with heavy equipment. Flags should be visible above the snow pack.
- 31. All petroleum products, including waste petroleum products, and any other hazardous substances, must be transferred and handled without spillage.

- 32. All waste petroleum products and any other special waste, as defined in the <u>Special Waste Regulations</u>, generated in the course of carrying out the operation must be disposed of in accordance with the <u>Special Waste Regulations</u> when the program ceases.
- 33. The operator shall clearly identify the owner, the contents and the date on fuel drums to establish and manage ownership and responsibility.

Spills and Spill Contingency Plans

- **34.** A spill contingency plan for petroleum products and other hazardous substances must be prepared and posted in the camp and at all fuel handling locations used in carrying out the operation.
- 35. All fuel spill equipment and materials must be maintained in a state of readiness sufficient at all times to contain and clean-up any hazardous materials spills.
- **36.** If a spill occurs, the spill contingency plan must be immediately implemented and notice given to the 24-hour Yukon Spill Report Line. As soon as practicable, an inspector must be contacted. Whatever remedial action is required to clean-up the spill and reclaim the affected land and water must be taken.
- 37. The location of any spills shall be clearly marked with stakes or flags.

Use of Vehicles

38. Vehicles must be maintained and operated to prevent spills of fuel, lubricants, coolants and oil.

Timber and Brush

- 39. Cut brush must not be piled so that it blocks movement of wildlife or people.
- **40.** Leaning trees created by the cutting of lines, corridors and clearings must be felled.
- **41.** When it is economically viable to do so, timber suitable for sale must be salvaged and stockpiled.
- **42.** All risk of fire hazard must be avoided.

Drilling

- **43.** All reasonable efforts must be made when drilling to minimize impact on wildlife and the public.
- **44.** Drill holes that pose a hazard or that lead to ground water must be plugged to prevent flow of water to the surface.
- **45.** The location of drill holes must be marked by flagging or other suitable means at the location of the drill hole.

Operating Plan- Page 6 of 8 LP01206 Granite Creek Placer **46.** The operator must ensure that all employees and contractors working at the drill sites are aware of the operating conditions for drilling.

Roads, trails, and off-road/trail use

- 47. All vehicles must be operated to avoid rutting and gouging of roads and trails.
- **48.** If rutting, gouging, ponding or permafrost degradation occurs off road or trail, vehicle use must be suspended or relocated to ground that is capable of bearing the weight of the vehicle without causing such damage and the former routes must be restored in compliance with the operating conditions for re-establishment of the vegetative mat and erosion control.
- **49.** Off road and trail routes must be reconnoitered and must be used in a way that minimizes ground disturbance, including damage to permafrost and sensitive wildlife habitat.
- **50.** Use of skids on permafrost or wet ground is only permitted outside of winter where it is not reasonable to use any other means of transporting equipment.
- **51.** Routes for trails must be reconnoitered and flagged.

Release of sediment

52. All reasonable care must be taken in carrying out activities near or adjacent to a water body to prevent sediment from entering a water body, unless otherwise permitted by law..

Security

53. Security may be required at any time by the Chief.

Reclamation

54. Reclamation shall be progressive in nature where possible and completed before expiry of the approval.

PART FOUR - FINAL DECOMISSIONING

- **55.** All petroleum products and any other hazardous substance must be removed from the site when the operation ceases.
- 56. All waste petroleum products and any other special waste, as defined in the <u>Special Waste Regulations</u>, generated in the course of carrying out the operation must be disposed of in accordance with the <u>Special Waste Regulations</u> when the program ceases.
- 57. Debris, equipment, fuel barrels, scrap metal and other waste at the work site shall be completely disposed of, so as not to attract wildlife, by removal to an authorized disposal site as often as is practicable throughout the mining season and completely at the cessation of the operation.

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- 58. Structures must be removed and the site restored at the end of the exploration program or prior to the expiry of this approval, whichever comes first, to a level of utility comparable to its previous level of utility.
- 59. Final reclamation will occur prior to the expiry of the exploration program or prior to the expiry of this approval, whichever comes first, according to standards outlined in the operating conditions for re-establishment of vegetative mat and erosion control.

PART FIVE – OTHER MATTERS

Applicable Laws

- **60.** All other applicable legislation, regulations, laws, by-laws and ordinances must be complied with. Additional authorizations or approvals may be required. Any doubt as to whether an additional authorization or approval is required should be verified by a duly authorized official at the appropriate government body or bodies.
- **61.** Notice of Schedule III must be provided to the Yukon Water Board ten (10) days prior to use of water.
- **62.** Attached (Appendix B) is a list of the approved activities.
- 63. Attached (Appendix C) are the commitments that form part of this operating plan.

Appendix A

Claim Status Report

31 July 2017

LP01206

Glaim Name and Nbr.	Grant No.	Expiry Date Registered Owner	% Owned Excess NTS #'s	ss NTS#'s	s Grouping	Permit	
MAY 3-9	P 17102 - P 17108	2017/12/10 Old Time Mines Ltd	100.00 2 115A11	115A11	0254P		
MAY 10 - 15	P 17109 - P 17114	2017/12/10 Old Time Mines Ltd	100.00 3 115A11	3 115A11	0254P		
MAY 16 - 29	P 17115 - P 17128	2017/12/10 Old Time Mines Ltd	100.00	2 115A11	0254P		
MAY 30 - 38	P 17129 - P 17137	2017/12/10 Old Time Mines Ltd	100.00 I 115A11	115A11	0254P		

Criteria(s) used for search:

CLAIM DISTRICT: 1000004 CLAIM STATUS: ACTIVE & PENDING OWNER(S): OLD TIME MINES LTD REGULATION TYPE: PLACER

Total claims selected: 36

D - Indicates Placer Discovery

C - Indicates Placer Codiscovery

B - Indicates Placer Fraction

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P - Indicates Partial Quartz fraction (<25 acres) L - Indicates the Quartz Lease. F - Indicates Full Quartz fraction (25+ acres)

Right column indicator legend.

R - Indicates the claim is on one or more pending renewal(s).

Left column indicator legend

P - Indicates the claim is pending.

Albert Rock LP01206

Appendix C Proponent Commitments

- The Operator proposes to haul out weekly all waste products. A portable chemical toilet will be used for human waste. The Proponent proposes to call the Haines Junction CO in the event of bear emergencies. Graywater will be strained prior to disposal where food or other attractants may be present in the water.
- The Operator will not be clearing trees, while stripping activities will be limited to an area of 800 square meters over the course of five years.
- The proposal indicates that no mining work will be conducted within 30 m of Granite Creek. Further, water pumped from Granite Creek will not directly re-enter the creek after use. Instead it will drain into a tailings pond which will drain through natural seepage. No ditching or diversions are proposed. Water withdrawals are less than 300 cubic meters per day.