



**Energy, Mines and Resources**  
Box 2703, Whitehorse, Yukon Y1A 2C6  
Mineral Resources Branch (K-9)  
Mining Lands

November 8, 2017

File No: LP01223a

Duncan Creek Goldbusters Ltd.  
PO Box 174  
Mayo, YT  
Y0B 1M0

Dear Sir:

**Re: Class 3 Placer Mining Land Use Approval**

Your application for a Class 3 approval has been approved:

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

The effective date of this approval will be November 8, 2017. All work, including restoration, must be completed by September 24, 2022, and inspected before full security and/or completion certificates can be applied for.

The attached 'Operational Guidelines' offer additional mitigations that would enable you to enhance the environmental performance of your program, but are not approval conditions.

Please feel free to contact our office at (867) 996-2256 should you have any questions.

Regards,

Judith St. Amand  
A/Chief, Placer Land Use

cc: EMR Natural Resources Officer, Compliance Monitoring and Inspections  
ENV Environmental Affairs, Environmental Protection Branch

**Duncan Creek Golddusters Ltd.  
LP01223a**

**OPERATIONAL GUIDELINES**

- If active bird nests are discovered, project activities should be postponed in the nesting area until nesting is completed.

**MINING LANDS  
MINERAL RESOURCES BRANCH  
GOVERNMENT OF YUKON**

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

Duncan Creek Goldbusters Ltd.  
PO Box 174  
Mayo, YT  
Y0B 1M0

APPROVAL NUMBER: LP01223a

PROPERTY NAME: Duncan Creek/Forty-Pup Exploration

UNDERTAKING: Placer


CLASS: Class 3 Approval

EFFECTIVE DATE: November 8, 2017

EXPIRY DATE: September 24, 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 *Placer Mining Land Use Regulation* made thereunder as proposed in Mining Land Use Application LP01223a.

Dated this November 8, 2017

  
\_\_\_\_\_  
Judith St. Amand  
A/Chief, Placer Land Use

**PLACER MINING LAND USE  
APPROVAL  
Class 3  
LP01223a  
Duncan Creek Golddusters Ltd.  
PO Box 174  
Mayo, YT  
Y0B 1M0**

**SCOPE OF APPROVAL:** Claim Status Report (Appendix A)  
Exploration Activity Report (Appendix B)

**LOCATION:** 105M14, Duncan, Lightning, Forty Pup Creeks

**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;

“Corridor” means a path from which trees and brush have been cut to accommodate a trail, waterline, fuel line or power line.

“Access road” means a road that provides access to a public highway or to a private road

“Isolated road” means a road that does not provide access to a public highway directly or through a private road.

“Road” means a pathway for vehicular traffic the construction of which requires the movement of rock or earth.

“Trail” means an access to a site within a claim or lease that is constructed with little or no movement of rock or earth.

“Upgrading”, in relation to road, means re-establishing a road that has not been useable for more than five years by vehicles of a type the road was originally designed to serve, modifying a road to provide usability for vehicles that are of a different type than those the road was originally designed to serve and any other upgrading or modifying of a road, other than for maintenance or erosion control.

**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. Only the work identified in the prospecting lease “Work Program and Additional Information” form, approved by the Mining Recorder, can be carried out until such time as the prospecting lease is staked to claims.
3. All outstanding reclamation continues to be the responsibility of the operator.

#### **Compliance with Operating Conditions**

4. All operating activities must comply with the Operating Conditions contained in Schedule 1 of the *Placer Mining Land Use Regulation*. These Operating Conditions are enforceable.

### **PART TWO - REPORTING REQUIREMENTS**

#### **Contact Numbers/Planning and Communication**

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

Chief, Placer Land Use  
Box 2703, K-9  
Whitehorse, Yukon Y1A 2C6

Mining Lands Officer  
Box 10, K-MA  
Mayo, YT Y0B 1G0  
867-996-2256  
mayo.mining@gov.yk.ca

6. The contact for the Operator will be:  
Duncan Creek Goldbusters Ltd.  
PO Box 174  
Mayo, YT  
Y0B 1M0  
867-995-2700  
Fbtaylor2@hotmail.com
7. All spills must be reported immediately to the 24-Hour Yukon Spill Reporting Line (867) 667-7244 and to the Mayo Mining Inspections Office (Compliance, Monitoring and Inspections) at (867) 996-2568.
8. 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.
9. The operator shall contact the Mayo Mining Inspections Office (Compliance, Monitoring and Inspections) at (867) 996-2568 at least 14 days prior to commencing the field season.

10. The operator shall contact the Mayo Mining Inspections Office (Compliance, Monitoring and Inspections) at (867) 996-2568 at least 14 days prior to leaving the site at the end of the operation.

#### **Heritage**

11. Upon discovery of a heritage resource, the Proponent shall notify the Na-Cho Nyäk Dun First Nation in addition to Government of Yukon, Chief of Mining Lands and Yukon Heritage.
12. 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.
13. 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.
14. The report(s) developed for Section 22, shall be submitted to Government of Yukon – Mining Lands, Mineral Resources Branch and the Heritage Resources Unit, Cultural Services Branch.

#### **Wildlife**

15. All incidents with wildlife shall be reported to the District Conservation Officer in Mayo (Northern Tutchone Region) at (867) 996-2247, as well as any other communication regarding wildlife.

### **PART THREE – TERMS AND CONDITIONS**

#### **Removal of Vegetative Mat**

16. 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**

17. 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.
18. 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.

19. 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**

20. All areas disturbed during an operation must be re-sloped, contoured or otherwise stabilized to prevent long term soil erosion, slumping and subsidence.
21. All activities must be carried out to avoid or minimize damage to and loss of permafrost.
22. 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**

23. A Heritage Resources Impact Assessment shall be completed in advance of ground disturbing activities in the areas with elevated potential for the presence of archaeological or historic sites.
24. 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.
25. 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, 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**

26. 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*.
27. 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*.
28. 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.
29. Campsites must be kept clean and tidy.
30. All attractants, including garbage, kitchen waste and strained solids from grey water, shall be stored in a container that prevents access by bears and other wildlife, until

properly disposed according to the *Solid Waste Regulation* or burned daily to ash by forced air and fuel fired incineration according to the Air Emissions Regulations.

### **Fuel and Chemical Storage and Handling**

31. 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.
32. 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.
33. 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.
34. All petroleum products, including waste petroleum products, and any other hazardous substances, must be transferred and handled without spillage.
35. All waste petroleum products and any other special waste, as defined in the *Special Waste Regulations*, generated in the course of carrying out the operation must be disposed of in accordance with the *Special Waste Regulations* when the program ceases.
36. 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**

37. 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.
38. 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.
39. 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.
40. The location of any spills shall be clearly marked with stakes or flags.



### **Use of Vehicles**

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

### **Timber and Brush**

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

### **Trenching**

46. Trenching carried out by hand or using hand-held tools must be methodical.
47. All trenches must be stabilized and marked to minimize risk to the public.
48. Open trenches shall be sloped at one end to avoid entrapment of wildlife.
49. Trenches constructed with mechanized equipment must be back filled by first depositing any removed overburden and bedrock and then replacing the vegetative mat that was removed to construct the trench.
50. The operator must ensure that all employees and contractors working at the trench sites are aware of the operating conditions for trenching.

### **Drilling**

51. All reasonable efforts must be made when drilling to minimize impact on wildlife and the public.
52. Drill holes that pose a hazard or that lead to ground water must be plugged to prevent flow of water to the surface.
53. The location of drill holes must be marked by flagging or other suitable means at the location of the drill hole.
54. 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**

55. All vehicles must be operated to avoid rutting and gouging of roads and trails.
56. 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.

57. 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.
58. 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.
59. Routes for trails must be reconnoitered and flagged.

#### **Release of sediment**

60. 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.

#### **Wildlife**

61. Any incidents involving wildlife shall be reported to the Mayo Conservation Officer (867-996-2202) and when bears are frequenting the camp area, the Mayo Conservation Officer shall be contacted for advice on further mitigation.
62. No exploration activities shall take place within 5 meters of any watercourse within the claim block (i.e. Lightning Creek, Duncan Creek, Forty Pup).

#### **Security**

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

#### **Reclamation**

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

### **PART FOUR – FINAL DECOMMISSIONING**

65. All petroleum products and any other hazardous substance must be removed from the site when the operation ceases.
66. All waste petroleum products and any other special waste, as defined in the *Special Waste Regulations*, generated in the course of carrying out the operation must be disposed of in accordance with the *Special Waste Regulations* when the program ceases.
67. 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.

68. 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.
69. 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**

70. 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.
71. Notice of Schedule III must be provided to the Yukon Water Board ten (10) days prior to use of water.
72. Attached (Appendix B) is a list of the approved activities.
73. Attached (Appendix C) are the commitments that form part of this operating plan.

## Appendix A Claim Status Report

Claim Name and Nbr.	Grant No.	Expiry Date	Registered Owner	% Owned	Excess NTS #'s	Grouping	Permit
R Bruce 1	P 42646	2017/12/28	Frank Taylor	100.00	53 105M14	GM00115	LP01223
R Colour	P 42914	2017/12/28	Frank Taylor	100.00	43 105M14	GM00115	LP01223
R Elaine	P 42470	2017/12/28	Frank Taylor	100.00	54 105M14	GM00115	LP01223
R Elaine 1 - 6	P 42575 - P 42580	2017/12/28	Frank Taylor	100.00	53 105M14	GM00115	LP01223
R Nite	P 42915	2017/12/28	Frank Taylor	100.00	43 105M14	B GM00115	LP01223
P Shopping 1 - 3	P 513803 - P 513805	2018/05/18	Frank Taylor	100.00	0 105M14		LP01223
P Shopping 4 - 5	P 513809 - P 513810	2018/06/01	Frank Taylor	100.00	0 105M14		LP01223
R Spirit 1 - 9	P 42637 - P 42645	2017/12/28	Frank Taylor	100.00	53 105M14	GM00115	LP01223

**Criteria(s) used for search:**

CLAIM DISTRICT: 1000003 CLAIM STATUS: ACTIVE & PENDING DOCUMENT NUMBER: LP01223 REGULATION TYPE: PLACER

Left column indicator legend:  
 R - Indicates the claim is on one or more pending renewal(s)  
 P - Indicates the claim is pending.

Right column indicator legend:  
 L - Indicates the Quartz Lease.  
 F - Indicates Full Quartz fraction (25+ acres)  
 P - Indicates Partial Quartz fraction (<25 acres)

Total claims selected : 24

D - Indicates Placer Discovery  
 C - Indicates Placer Codiscovery  
 B - Indicates Placer Fraction

**PROSPECTING LEASE STATUS REPORT**

Title #	Expiry Date	Registered Holder	Start Date	Maximum Term	Location	# of Miles	NTS #'s
IM00341	2018/05/18	Duncan Creek Goldbusters Ltd.	2017/05/18	3	Duncan Creek	2	105-M-14
IM00342	2018/05/18	Frank Taylor	2017/05/18	3	Upper Duncan Creek	1	105-M-14
IM00343	2018/05/18	Troy Taylor	2017/05/18	3	Upper Duncan Creek	1	105-M-14
IM00345	2018/06/01	Rosa Hoang	2017/06/01	3	Duncan Creek	1	105-M-14
IM00346	2018/06/01	Bruce Rittel	2017/06/01	3	Duncan Creek	1	105-M-14
IM00347	2018/06/01	Barb Barchen	2017/06/01	3	Duncan Creek	1	105-M-14

Criteria(s) used for search:

REGULATION TYPE: PROSPECTING LEASE STATUS: ACTIVE & PENDING

Left column indicator legend:

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

P - Indicates the disposition is pending.

Total claims selected : 6

## Appendix B MINING LAND USE

### EXPLORATION ACTIVITY REPORT

LP01223a

Class III

Frank Taylor  
P.O. Box 174,  
MAYO, YT Y0B1M0  
Canada

ELEMENT	CRITERIA	TERMS AND CONDITIONS
Establishing new access roads per operation		5km in length by 8m wide
Lines		New access trails of 10km in length by 6m wide and line cutting 780m long by 2m wide.
Total volume of ditching and drains		Up to 30000m <sup>3</sup>
Area stripped per claim per year		Stripping up to 1500m <sup>2</sup> and material processing up to 50m <sup>3</sup> per year.
Total volume of trenching		250,000m <sup>3</sup>
Use of Vehicles on Existing Roads or trails		5.6km
Height of overburden piles		4m
Construction of structures		Frame, trailer and tent frame structure
Fuel Storage in a stationary container		4000L Diesel
Off Road Use of Vehicles in summer		Yes
Off Road use of vehicles in winter		Yes
Nb of person days per camp		1070
Nb of persons in a camp at any one time		5

**Duncan Creek Golddusters Ltd.  
LP01223a**

**Appendix C**  
**Proponent Commitments**

- All campers and trailers will be removed from camp at the end of each season, and framed structures will be boarded up (YOR Document 2017-0133-004-1)
- Use of coarse boulders and cobble where necessary to stabilize trenches and minimize erosion (YOR Document 2017-0133-004-1)
- Vegetative material and/or fine material will be spread over all disturbed areas to promote revegetation (YOR Document 2017-0133-004-1)
- Slopes will be stabilized and contoured (YOR Document 2017-0133-004-1)