



By Email

Dawson Mining District Box 249 (K-DA) Dawson City, YT, Y0B 1G0

Q2023 0101 July 19, 2023

DVY196 Holdings Corp. - 100% 3081 3rd Avenue, Y1A 4Z7 (867) 668-4405 Whitehorse, Canada, Y1A 4Z7 mark@breakawayx.com

Dear Mark Fekete,

Re: Class 1 Notification Q2023_0101 - Dempster Vanadium Allowed with additional terms and conditions.

This letter is to inform you that your Class 1 Notification Q2023_0101 is valid as of July 19, 2023.

Your Class 1 Notification and proposed work program (July 19, 2023 - July 18, 2024) is allowed to proceed with the following terms and conditions:

- 1. There are documented archaeological sites within the notification area, as identified on the map provided. The operator shall not conduct any land-altering activities within 30 m of the(se) site(s) unless prior approval has been granted by the Manager, Mining Land Use. The operator is encouraged to contact heritage.review@yukon.ca for information on the archaeological sites.
- 2. The map provided identifies areas with elevated potential for heritage resources. The operator shall not conduct land-altering activities within these areas unless prior approval has been granted by the Heritage Resources Unit. The operator may

- contact heritage.review@yukon.ca for more information on the areas of heritage potential or to discuss potential mitigation options.
- 3. Please note that, due to the size of the notification area, the preliminary heritage desktop review was limited to proposed work areas. If work locations change, the operator shall contact heritage.review@yukon.ca prior to conducting any land-altering activities, as additional heritage review may be required.
- 4. The proponent shall communicate plans and timing of activities to the First Nation of Na-Cho Nyäk Dun Lands and Resources Department (867-996-2265), Vuntut Gwitch'in Government Stewardship and Sustainability (867) 668-3261 ext.103), Gwich'in Tribal Council, Lands & Resources (867) 777-7810 and Tetlit Gwich'in Council (867) 952-2330.
- 5. If active bird nests are discovered, project activities shall be postponed in the nesting area until nesting is complete. Refer to avoidance measures link: https://www.ceaa-acee.gc.ca/050/documents/p80054/121249E.pdf
- 6. Drill holes shall be decommissioned and backfilled or plugged to avoid wildlife entrapment.
- 7. Upon discovery of a heritage resource the proponent shall notify the Heritage Department of First Nation Na-Cho Nyäk Dun (867-996-2265 ext.133), Vuntut Gwitch'in Government Heritage Manager (867) 668-3261 ext.3), Tetlit Gwich'in Council (867) 952-2330, Gwich'in Tribal Council Culture & Heritage (867) 777-7900, in addition to the Government of Yukon, Manager of Mining Lands and Heritage Department.
- 8. You are reminded of the Schedule 1 Operating Condition that "All reasonable care must be taken in carrying out exploration activities near or adjacent to a water body to prevent sediment from entering a water body, unless otherwise permitted by law."
- The operator should share wildlife observation information with the First Nation of Na-Cho Nyäk Dun Lands and Resources Department (867-996-2265 ext. 141). Vuntut Gwitch'in Government Stewardship & Sustainability (867) 966-3261 ext. 222), Tetlit Gwich'in Council (867) 952-2330 and Gwich'in Tribal Council (867) 777-7900.
- 10. While activities are underway, the operator shall contact the Migratory Caribou Biologist (867-993-2952) weekly between June 15 and May 15 to obtain migration and movement updates on the Porcupine caribou herd.
- 11. The operator shall suspend exploration activities if caribou are observed within 1 km of active work areas, until they move off on their own accord.
- 12. A Dempster Highway development permit is required for this project. No class 1 activities shall occur until a Dempster Highway development permit has been issued by Department of Environment authorizing proposed class 1 activities. Application form is available online at: https://yukon.ca/sites/yukon.ca/files/env/env-forms/env-dempsterhighway-development-permit-application.pdf. Application form must be completed and returned ? in person: Department of Environment office at 10 Burns Road in Whitehorse (open Monday to Friday from 8:30 a.m. to 4:45 p.m), ? email: envprot@yukon.ca, or ? mail: Government of Yukon Environmental Affairs Section (V-8) Box 2703 Whitehorse, Yukon Y1A 2C6.
- 13. The operator shall install an electric fence around the food preparation and storage area, grey water sump, and incinerator.
- 14. The operator shall store all attractants, including garbage, kitchen waste and strained solids from grey water in a container that prevents access by bears and

- other wildlife, until properly disposed of according to the Solid Waste Regulation or burned daily to ash by forced air and fuel fired incineration according to the Air Emissions Regulations.
- 15. The operator shall avoid land clearing within 1 km of known or observed raptor nests between May 1 and August 15.
- 16. The operator shall not fly unmanned aerial vehicles (drones) within 500 m of a known or observed nest during the nesting period.
- 17. The operator shall report observed nest sites to Environment Yukon, Conservation Data Centre at yukoncdc@yukon.ca.
- 18. The operator shall not restrict access, availability and use of the area for traditional harvest purposes.
- 19. You are reminded of Schedule 1 Operating Condition #17, which states: "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."
- 20. The operator shall communicate plans and timing of activities to other land and resource users that may be affected by the proposed project prior to each field season, and shall work with these individuals to identify potential land use conflicts and any potential negative effects on other users. The operator shall make best efforts to resolve any potential negative effects.
- 21. The camp shall be located in the gravel pit in the southern part of the claim block as referenced in the Class 1 application, and not in the Rock Creek Territorial campground as 248 person days violates Section 12(1) of the Regulations In Respect of Yukon Government Campgrounds.
- 22. Any removed sections of vegetative mat shall be stock piled separately and spread over top during reclamation. Cleared areas shall be reclaimed as soon as they are no longer needed for mining purposes or at the end of the proposed work program, which ever occurs first.
- 23. The operator shall contact the Dawson Regional Biologist at 867-332-8462 for further information on the location of the nest and appropriate setback distances. No mining activities shall occur until the Regional Biologist is contacted.

Security may be required at any time by the Chief. The operator must furnish security within thirty (30) days of receiving the written notice from the Chief of the requirement to post security.

To help improve the environmental performance of your program, you are encouraged to refer to the attached operational guidelines. In addition, you are encouraged to contact affected First Nations to further discuss your program.

Class 1 work cannot occur on claims/leases that have lapsed or pending claims/leases until they are granted by a Mining Recorder. Please ensure the claims/leases within your Class 1 Notification are in good standing prior to beginning your work program. Any work occurring on pending or lapsed claims/leases will be in contravention of the *Quartz Mining Act* and *Territorial Lands (Yukon) Act* and representation work conducted will not be accepted by the Mining Recorder.

Please note: the notification will expire on July 18, 2024 and all reclamation must be completed at the end of the program or prior to the expiry of this notification, whichever comes first. All proposed activities must abide by Schedule 1 (Operating Conditions) of the *Quartz Mining Land Use Regulation*. In the event that claims/leases lapse, a Class 3 or 4 authorization is issued, or that agreements to operate on claims/leases are dissolved, the Class 1 notification becomes null and void for that portion of the program, where there is no right to the minerals.

If you have any questions about this letter, please contact the district office by phone at 867-993-5343, fax at 867-993-6747, or email at dawson.mining@yukon.ca.

Sincerely, Paul Inglis

A/Manager, Mining Land Use

CC

Environmental Affairs Branch, Environment Tourism and Culture First Nation of Na-cho Nyäk Dun Tetlit Gwich'in Council Vuntut Gwitchin First Nation