



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

May 27, 2024

Q2024_0080
By Email

Prospector Metals Corp
Suite 1020 - 800 West Pender Street
Vancouver, Canada, V6C 2V6
jprice@prospectormetalscorp.com

Dear Jo Price,

Re: Class 1 Notification Q2024_0080 - ML Project Allowed with additional terms and conditions.

This letter is to inform you that your Class 1 Notification Q2024_0080 is valid as of May 27, 2024.

Your Class 1 Notification and proposed work program (May 15, 2024 - November 30, 2024) is allowed to proceed with the following terms and conditions:

1. The notification area is in a fossil-bearing drainage. As per the Schedule 1 Operating Conditions, all palaeontological resources uncovered during operations must be reported to the Government of Yukon and the affected First Nation on whose traditional territory the resources are uncovered.
2. The map provided identifies areas with elevated potential for heritage resources. These areas were identified through a Heritage Resources Overview Assessment in 2012. 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 operator shall avoid exploration and exploration related activities in wetlands, if avoidance is not possible, the Proponent shall minimize disturbance to wetlands.
5. All reclamation must be completed prior to the end of the work program date identified in this Class 1 notification, including but not limited to: closure of all test pits, trenches, hand shafts, removal of camps, etc. Reclamation must be completed to the standards listed in the Operating Conditions, Schedule 1 of the Placer Mining Land Use Regulation/Quartz Mining Land Use Regulation. In areas where wetlands have been disturbed, reclamation shall be done in a manner that supports the return of wetland benefits to those areas.
6. Please note, Schedule 1 Operating Condition #39 "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.
7. 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."
8. Earthworks shall be sloped at one end to allow for wildlife escapement and shall be reclaimed as soon as the earthworks is no longer required for mining purposes, or prior to the end of the work program date identified in this Class 1, whichever occurs first.
9. Since claims will be accessed by air, the operator shall review and follow applicable best management practices outlined in the publication "Flying in Caribou Country" (<https://yukon.ca/en/flying-caribou-country>) and "Flying in Sheep Country" (<https://yukon.ca/sites/yukon.ca/files/env/env-flying-sheep-country.pdf>).
10. 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>
11. The operator should share wildlife observation information with Tr'ondëk Hwëch'in and First Nation of Nacho Nyak Dun
12. Upon discovery of a heritage resource the proponent shall notify the Heritage Departments of Tr'ondëk Hwëch'in and the First Nation of Nacho Nyak Dun, in addition to the Government of Yukon, Manager, Mining Lands and Heritage Department.
13. The operator shall communicate plans and timing of activities to affected First Nations as well as other land and resource users that may be affected by the proposed project as soon as practicable and prior to the commencement of project activities to identify and resolve potential land use conflicts and any potential negative effects on other users.
14. 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.
15. The notification area overlaps with a moose late-winter range wildlife key area. The

operator should plan activities to avoid use of the area in late-winter (January 1st – April 1st)

16. The operator shall contact the Dawson Regional Biologist for information on identifying mineral licks. If a mineral lick is identified within the project area, the operator shall maintain a 100m no-disturbance buffer around the location of the mineral lick.
17. The operator shall cease work when any moose are observed on active claim blocks until the moose move off on their own accord.
18. The operator shall cease work when any caribou are observed on active claim blocks until the caribou move off on their own accord.
19. The Proponent shall take all necessary precautions to minimize disturbance to caribou-specific habitat (lichen) within the project area. Where disturbance is unavoidable, the lichen mat shall be separately stored and replaced as soon as exploration activities are complete.
20. The operator shall cease work when any sheep are observed on active claim blocks until the caribou move off on their own accord.
21. The claims included in this notification overlap with single trapping concessions #21, #38, and #65, and may overlap with other guided recreational tours. You are encouraged to communicate plans and timing of activities to other land and resource users that may be affected by the proposed project (e.g. outfitter, Wilderness Tourism Association of Yukon, etc.) as soon as practicable and prior to the commencement of project activities to identify and resolve potential land use conflicts and any potential negative effects on other users.
22. Management of attractants and use of deterrents are effective ways to reduce conflict with bears. The Dawson Conservation Office (867993-8492) should be contacted in the event of ongoing bear presence/habituation in the project area.

For greater certainty, the conditions contained in this Notification pertain only to my authorities under the *Quartz Mining Act* and do not limit the authorizations, prohibitions, or restrictions in other federal, territorial or municipal laws.

Security may be required at any time by the Manager, Mining Land Use. The operator must furnish security within thirty (30) days of receiving the written notice from the Manager, Mining Land Use 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 May 26, 2025 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 handwritten signature in blue ink that reads "Paul Inglis". The signature is written in a cursive style with a large, looping "P" and "I".

A/Manager, Mining Land Use

cc
Tourism and Culture
First Nation of Nacho Nyak Dun
Tr'ondëk Hwëch'in