

DE BEERS

GROUP OF COMPANIES

Rosy Bjornson
IMA Coordinator
Deninu Kue First Nation
[by email: ima_dkfn@northwestel.net]

February 24, 2017

Dear Mrs. Bjornson:

Re: Notice of intent to apply for a Land Use Permit Amendment for the Fine PK perimeter dykes at Gahcho Kué Mine

De Beers Canada Inc. (De Beers) operates the Gahcho Kué Mine under Water Licence MV2005L2-0015 and Land Use Permit MV2005C0032. This letter is intended to notify your organization that De Beers intends to apply for a Land Use Permit Amendment to modify the design of the perimeter dykes at the Fine Processed Kimberlite (PK) facility.

The modified design is necessary to accommodate adjustments to the scheduling of mining at the 5034 and Hearne pits. Initiation of mining at Hearne pit will be delayed by 2 years order to focus on mining at 5034 and ensure an economically viable ore stream at the plant throughout the life of mine. The proposed adjustment will not affect the overall mine life. It will however require the use of the Fine PK facility for an additional 2 years (from 4 years to 6 years). The initiation of progressive reclamation at this facility would therefore also be delayed by 2 years, from 2021 to 2023. Final reclamation is expected to be completed in 2027 as originally planned.

There will be no change to the total volume of PK produced at Gahcho Kué. We continue to anticipate approximately 10 Mt of fine PK over the life of the mine. The current plan calls for 3.7 Mt of the fine PK to be placed in the Fine PK facility and the remainder in Hearne Pit. The new plan will involve sending 5.5 Mt to the Fine PK facility and the remainder to Hearne Pit. In order to accommodate this material, it is necessary to lengthen and raise the perimeter dykes, and to construct a new dyke on the north side of the facility. The adjusted footprint associated with this proposal is entirely contained within the Controlled Area designated for mining.

Although no effects on the receiving environment are predicted, De Beers will fully address any potential environmental effects in the application and associated environmental monitoring and management plans. The request will be subject to a review process as normally undertaken by the Mackenzie Valley Land and Water Board. If you have any further questions, comments, or require further clarification, please contact me by email (Sarah.McLean@debeersgroup.com) or by phone at 867-688-9227.

Sincerely,

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Sarah McLean,
Regulatory Specialist
De Beers Canada Inc.

Cc: Angela Love, MVLWB
Patrick Kramers, De Beers

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Lauren King
Wildlife, Lands and Environment Manager
Łutsel K'e Dene First Nation
[by email: lkdfnlands@gmail.com]

February 24, 2017

Dear Mrs.King:

Re: Notice of intent to apply for a Land Use Permit Amendment for the Fine PK perimeter dykes at Gahcho Kué Mine

De Beers Canada Inc. (De Beers) operates the Gahcho Kué Mine under Water Licence MV2005L2-0015 and Land Use Permit MV2005C0032. This letter is intended to notify your organization that De Beers intends to apply for a Land Use Permit Amendment to modify the design of the perimeter dykes at the Fine Processed Kimberlite (PK) facility.

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Sincerely,

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Sarah McLean,
Regulatory Specialist
De Beers Canada Inc.

Cc: Angela Love, MVLWB
Patrick Kramers, De Beers

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Ursula Vogt
Executive Director
Northwest Territory Métis Nation
[by email: execassist.nwtmn@northwestel.net]
February 24, 2017

Dear Mrs. Vogt:

Re: Notice of intent to apply for a Land Use Permit Amendment for the Fine PK perimeter dykes at Gahcho Kué Mine

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Sincerely,

DE BEERS CANADA INC.
SUITE 300, 5120-49th STREET, YELLOWKNIFE, NT X1A 1P8
TEL 1 (867) 766-7300 FAX 1 (867) 766-7347
www.debeersgroup.com/canada

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Sarah McLean,
Regulatory Specialist
De Beers Canada Inc.

Cc: Angela Love, MVLWB
Patrick Kramers, De Beers

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Alex Power
Regulatory and Research Specialist, Department of Lands and Resources
Yellowknives Dene First Nation
[by email: apower@ykdene.com]

February 24, 2017

Dear Mr. Power:

Re: Notice of intent to apply for a Land Use Permit Amendment for the Fine PK perimeter dykes at Gahcho Kué Mine

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Sincerely,

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Sarah McLean,
Regulatory Specialist
De Beers Canada Inc.

Cc: Angela Love, MVLWB
Patrick Kramers, De Beers

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Sjoerd van der Wielen
Lands Protection Manager
Tlicho Government
[by email: SjoerdvanderWielen@tlicho.com]

Grace Mackenzie
Tlicho Mines Liaison Coordinator
Tlicho Government
[by email: gracemackenzie@tlicho.com]

February 24, 2017

Dear Mr. Van Der Wielen and Mrs. Mackenzie:

Re: Notice of intent to apply for a Land Use Permit Amendment for the Fine PK perimeter dykes at Gahcho Kué Mine

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Sincerely,



Sarah McLean,
Regulatory Specialist
De Beers Canada Inc.

Cc: Angela Love, MVLWB
Patrick Kramers, De Beers

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Todd Slack
Technical Coordinator
Ni Hadi Xa
[by email: tslack@nihadixa.ca]

February 24, 2017

Dear Mr. Slack:

Re: Notice of intent to apply for a Land Use Permit Amendment for the Fine PK perimeter dykes at Gahcho Kué Mine

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