

From: [Julian Morse](#)
To: [Permits](#)
Subject: FW: KDI - MV2013L2-0005 MV2016C0030 Technical Workshop - Decline Numbers and Rock Volumes
Date: Monday, November 21, 2016 3:01:05 PM

Please post to MV2013L2-0005 and MV2016C003, under Technical Session.

From: Marc Lange [mailto:marc.lange@northbynorth.ca]
Sent: Monday, November 21, 2016 1:46 PM
To: Julian Morse <jmorse@mvlwb.com>
Subject: KDI - MV2013L2-0005 MV2016C0030 Technical Workshop - Decline Numbers and Rock Volumes

Hello,

Following the technical workshop meeting, KDI wished to provide further clarity on the number of declines, rock excavated from declines, and reclamation security associated with these declines.

On page 7 of the Project Description, KDI described "*construction and operation of underground decline(s) to access the Kelvin and Faraday kimberlite deposits for bulk sampling;*"

In section 6 (p 16) of the Project Description, KDI states: "*At this time only Faraday decline is planned. However in future it is conceivable that during the approved licenced time period a second decline target may be identified at which time KDI would request approvals to access.*"

Finally, on page 18 of the Project Description, KDI outlines that "*The size of the planned quarry development (~400,000 m³) allows for storage of anticipated country rock from the declines (20,000 to 40,000 m³ per decline), if necessary.*"

As such, and for greater clarity, reviewers should understand that KDI is seeking permits to allow 1-2 declines and anticipated country rock from declines to be 20,000 to 40,000 m³ per decline or a maximum total of 80,000 m³ of country rock to be stored on land. KDI recommends that a detailed rock management plan and decline groundwater management plan be reviewed and approved by the Board prior to decline operation.

KDI's revised reclamation security estimate using RECLAIM will reflect these scenarios and be provided to the Board later this week for review and consideration.

Yours,
Marc
(on behalf of Kennady Diamonds Inc.)

Marc Lange
www.northbynorth.ca
Local: [1 867 988 0160](tel:18679880160)
FAX: [1 867 988 3992](tel:18679883992)
