

From: [Andrew Wheeler](#)
To: [David Harpley](#)
Cc: [Chris Hotson](#); [Claudine Lee](#); [Rohan Hazelton](#)
Subject: RE: Mine Site Security
Date: Thursday, October 20, 2022 10:30:00 AM

Hi David,

This is a reminder that the LWB and staff have encouraged CZN to apply to cancel the old mineral exploration and mining Licences and discontinue the Permits to avoid difficulties of being regulated by multiple authorizations with scope overlap. As described in the reasons for the new mining and mineral exploration authorizations, the Board recognized that CZN obtained necessary approvals for mineral exploration and carried over those approvals so as not to restrict CZN from continuing those activities:

The Board has carried over the approval of management plans from the mineral exploration authorizations. This new Licence and Permit do not infringe on this approval, while streamlining submission requirements for other aspects of the Project within various conditions, as described in sections 6.0 and 7.0 below, where applicable. As a result, the Board communicated in the Issuance Letter that CZN should apply to cancel and discontinue the previous authorizations for mineral exploration and mining, or the Board may consider a process on its own motion. (RFD section 6.0 pdf p. 26)

The process to cancel a licence is described in [section 6.6 of the Guide to the Water Licence Process](#):

There is no application form for cancellations; however, the licensee must submit a written application to the Board, including:

- The reason for the cancellation request
- The application fee of \$30
- A description of the proposed closure and reclamation activities that will take place prior to cancellation – CZN can indicate this is n/a because the authorizations have been replaced and closure planning will be addressed through the new authorizations
- An Engagement Record for the cancellation request

The process to discontinue a permit is described in [section 6.5 of the Guide to the Permitting Process](#).

If you require any clarification or would like to discuss this further let us know and we can arrange a call.

Regards,

Andrew Wheeler
Regulatory Specialist
Mackenzie Valley Land and Water Board



From: David Harpley <David.Harpley@norzinc.com>

Sent: Wednesday, October 12, 2022 5:43 PM

To: David Jessiman <david_jessiman@gov.nt.ca>; David_Monroe@gov.nt.ca

Cc: Andrew Wheeler <awheeler@mvlwb.com>; Claudine Lee <Claudine.Lee@norzinc.com>; Rohan Hazelton <Rohan.Hazelton@norzinc.com>

Subject: Mine Site Security

Gentlemen, the MVLWB recently issued new amalgamated permits for the mine site for mining and milling and exploration, MV2021D0005 and MV2021L2-0004. These permits are intended to replace existing mining and milling permits MV2020D0007 and MV2020L2-0003, and existing exploration permits MV2020C0008 and MV2019L2-0006.

The new permits require security 90 days after issue of \$561,338 and \$1,830,648 respectively. These amounts are the aggregates of the securities defined in the existing mining and milling and exploration permits, which are held by Lands and ENR. The Board elected not to increase the pre-construction security aggregate totals in the new mining and milling permits.

CZN wishes to retain the existing exploration permits for the time being because exploration is still underway, a construction decision has not yet been made, and continuing exploration under the new mining and milling permits could result in new approval requirements. However, CZN does not need to retain the existing mining and milling permits as they are now obsolete. Accordingly, CZN supports the cancellation of MV2020D0007 and MV2020L2-0003.

We trust that this arrangement will mean that CZN will be in compliance with the security requirements defined in MV2021D0005 and MV2021L2-0004 once 90 days has elapsed post-issuance.

Please advise if you have any concerns regarding the above.

Thanks.

David Harpley
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