



Mackenzie Land and Water Board
Box 2130
7th Floor, 4922 48th St.,
Yellowknife, NT
X1A 2P6

Monday, January 4, 2021

Dear Shannon

I have had a major review of the license requirements based upon our emails and the concordance table attached in Annex B of MV2020L2-0002, shown below.

#	Part of Licence	Item	Date
19	Part B	Annual Water Licence Report	March 31, annually
21	Part B	Engagement Plan	90 days following effective date of this
1	Part C	Security	As outlined in Schedule 2, Condition 1
7	Part E	Structure Description and Construction Plan	A minimum of 90 days prior to the commencement of Construction of all structures, excluding Engineered Structures, intended to contain, withhold, divert, or retain Water or Wastes
8	Part E	Design and Construction Plan	A minimum of 90 days prior to the commencement of Construction of any Engineered Structures
9	Part E	Design Drawings	90 days prior to the commencement of Construction of any Engineered Structures
14	Part E	As-Built Report	Within 90 days of the completion of the Construction of each Engineered Structure
4	Part F	Waste Rock Management and Geochemical Characterization and Monitoring Plan	A minimum of 90 days prior to commencement of mining activities
5	Part F	Water and Groundwater Management and Monitoring Program	A minimum of 90 days prior to commencement of activities
6	Part F	Tailings Management Plan	A minimum of 90 days prior to commencement of milling activities
7	Part F	Hydrocarbon-Contaminated Soil Treatment Facility Plan	A minimum of 90 days prior to Construction
8	Part F	Explosives Management Plan	A minimum of 90 days prior to commencement of mining activities
12	Part F	Geotechnical Inspection Report	Within 90 days of completing the inspection, annually

14	Part F	Waste Management Plan	90 days following the effective date of this Licence
3	Part G	Spill Contingency Plan	90 days following the effective date of this Licence
1	Part H	Closure and Reclamation Plan	One year following the effective date of this Licence
2	Part H	Closure and Reclamation Plan	Every three years following the previous approval
3	Part H	Final Closure and Reclamation Plan	Three years prior to the expiry date of this Licence, or a minimum of two years prior to the end of operations, whichever
4	Part H	Component-Specific Closure and Reclamation Plan	One year prior to Progressive Reclamation of any specific component of the Project, and until a final Closure and Reclamation
8	Part H	Closure and Reclamation Completion Report	Within 90 days of completing Closure and Reclamation of any specific component of the Project
9	Part H	Post-Closure and Reclamation Monitoring and Maintenance Plan	Within 90 days of completing Closure and Reclamation of the Project
10	Part H	Performance Assessment Report	Within 6 months of completing Closure and Reclamation of any specific component of the Project
2	SNP	Surveillance Network Program Report	Monthly
6	SNP	Quality Assurance and Quality Control Plan	Prior to the collection of SNP samples

All of the management plans have had significant restructuring to match the various guides that the MVLWB has on their website.

The highlighted components are included in the attached files. The other components will be submitted as they are completed and according to the listed requirements. For some expansion on our plans we'd like to present the following conceptual schedule.

1. Install the winter road and haul in all heavy equipment and supplies, and place the camp on the esker. To be completed in March 2021.
2. Leave a watchman on site to provide security.
3. In late April / early May 2021 mobilize crews to site to:
 - a. install infrastructure by placing the bioreactor, compressor, generator, and all water lines (two - three weeks),
 - b. Open up the north portal using scooptrams to dig out the muck that had been placed here, and timber the portal (two weeks),

4. Commence mining by slashing the ramp (as needed) to stabilize the openings (one week). Subsequently advance the portal 200 m (30 days + support days (15 days))
5. Drive scam drifts (short tunnels off of the ramp) into the vein to allow samples to be extracted. (each will take six days, four are planned)
6. Extract a bulk sample as warranted.
7. Underground diamond drilling to define deeper mineralization is a possibility if warranted.

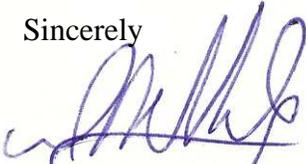
The entire mining portion should take approximately 3 months which could have us finished this phase in August 2021. We are limited by fuel and explosives on site. Both could be flown in if needed, but this can easily triple the cost of on-going work which is something we wish to avoid.

Exploration will also be conducted away from the minesite as warranted with our principal interest being the recently discovered vms mineralization 1.5 km to the south of the minesite, as well as Con and Giant-type shear zones (always under swamps). Both are drill ready which will require more money than we currently have available.

If the phase one mining is successful, then we will order the 100 tpd mill we have decided upon for trucking and installation in 2022. It would not a covered mill and would only be operated in the warm-weather. Success here would have us cover the mill for all season operations.

Please advise if further information is needed.

Sincerely



New Discovery Mines Ltd.
Per: Dave R. Webb, Director