



July 9, 2015

Permit: M-200  
File: 14675-35-04  
Mine No. 1101163

Mr. Dale Reimer  
Mine Manager  
Mount Polley Mining Corporation/Mount Polley Mine  
P.O. Box 12  
Likely, B.C.  
VOL 1N0

Dear Mr. Reimer;

Re: Amendment to Permit M-200  
Approving Return to Restricted Restart of Operations

Your proposal for a Return to Restricted Restart of Operations, formally submitted on March 20, 2015 approved subject to the attached permit conditions.

Your attention is drawn to the attached conditions, which form an integral part of your approval for this project. This *Mines Act* permit amendment does not authorize use of the tailings storage facility (TSF) and any new use of the TSF for water or tailings storage will require approval by the Chief Inspector of Mines. The amendment also requires that the Springer Pit Lake be maintained below an elevation of 1030 m above sea level. Should this elevation be reached, operations must cease.

As a condition of this permit, additional security is required in the amount of Six Million One Hundred Twenty Nine Thousand Six Hundred Twenty Dollars (\$6,129,620.00). This must be posted in accordance with the schedule and conditions outlined in the permit. Installments may be one of the following:

1. Certified cheque payable to the Minister of Finance
2. Letters of Credit (LOC) – Please provide your Canadian Financial Institution with the following information
  - Beneficiary Information:  
Her Majesty the Queen in right of the Province of British Columbia  
c/o Chief Inspector of Mines  
Ministry of Energy and Mines  
PO Box 9320 Stn Prov Govt  
6<sup>th</sup> Floor – 1810 Blanshard Street
  - A clause allowing for automatic extension or renewal on an annual basis until the license is surrendered or the contract is completed. This clause in ISLOCs is as follows:

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Ministry of  
Energy and Mines

Health, Safety and Permitting  
Branch

Mailing Address:  
PO Box 9320, Stn Prov Govt  
Victoria, BC V8W 9N3  
Fax: (250) 952-0491

Location:  
Sixth Floor,  
1810 Blanshard  
Street  
Victoria

*"It is the condition of the irrevocable standby letter of credit that it shall be deemed to be automatically extended without amendment for a further one year period from the present or any future expiration date hereof, unless at least 30 days prior to the present or any future expiration date, the issuer notifies the beneficiary in writing by registered mail, that it does not elect to consider this irrevocable standby letter of credit to be renewable for any additional period. At the same time forward to the Ministry of Energy and Mines, together with such written notice of Election of a bank draft payable to the Minister of Finance in the amount of {\$\_\_\_\_\_} less than any previously paid under the irrevocable standby letter of credit."*

- A termination date of at least 90 days beyond the required term of the security.
- A provision obligating the Financial Institution to provide written notice, at least 60 days in advance, to the Province when the ISLOC term will not be extended or will be cancelled.

Please attach this amendment to your permit.

Yours truly,

*D. Howe*

*for*

Al Hoffman, P.Eng.  
Chief Inspector of Mines

Encl.

cc: Reclamation and Permitting, Victoria  
Steve Rothman, Sr. Health and Safety Inspector, Kamloops  
Hubert Bunce, Mount Polley Director, Ministry of Environment  
Chief Anne Louie, Williams Lake Indian Band  
Chief Donna Dixon, Soda Creek Indian Band  
Cariboo Mine Development Review Committee members

/td