

Mount Polley Mining Corporation

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April 5, 2017

Via Email: Douglas Hill, P.Eng. BC Ministry of Environment Regional Operations Director – Mining Environmental Protection

RE: Pollution Abatement Order 107461

MARCH 2017 UPDATE REPORT

Mount Polley received an amendment to Pollution Abatement Order (PAO) 107461 from the Ministry of Environment (MoE) on November 30, 2016 requiring the submission of an update report on a monthly basis, rather than weekly, that focusses on the requirements of the PAO. The reporting frequency was amended to reflect the stability of conditions and monitoring results. The information and content that is provided in this report has also been updated, focussing solely on the PAO.

Mount Polley received an additional amendment to the PAO on January 19, 2017 requiring that this report and all other reports required under the PAO be sent to all regulatory agencies, First Nations, and Stakeholders.

For previous information see the February 2017 Update Report, available on the Imperial Metals website:

https://www.imperialmetals.com/assets/docs/mt-polley/MPMC-Monthly-Report-Mar2-2017.pdf

Rehabilitation Work

Hazeltine Creek Rehabilitation

Remediation work took place in Hazeltine Channel in March. This work included the armouring of three ephemeral stream channels. Primary drainage control work has now been completed and will be monitored during the spring freshet period.

Mount Polley carried out a willow collection program in March in anticipation of a remedial planting program in the spring once the ground is workable. This planting work is planned to commence in mid April.

Mount Polley has contracted Golder Associates to assist with an amphibian exclusion and salvage program in anticipation of rehabilitation work planned for upper Hazeltine Creek. A permit application for the salvage has been submitted to Forest, Lands, and Natural Resource Operations.

Deliverables Status Update

The final Detailed Site Investigation was submitted to the MoE on February 16, 2017. The Human Health Risk assessment is due for submission on April 28, 2017 and the Ecological Risk Assessment will follow that submission.

Environmental Monitoring Program

All monitoring conducted in the creek is outlined in the Comprehensive Environmental Monitoring Plan (CEMP) approved under *EMA* Permit 11678. Monitoring was conducted at least twice per day while work was conducted in the creek in March.