Howard’s Pass Access Road Upgrade Project
2015 Land Use and Water Licence Application Package
June 2015

Volume 3: Appendices to Project Description Report
Part 2 of 2
Howard's Pass Access Road Upgrade Project

Project Description Report

June 2015

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SELWYN CHIHONG MINING LTD.
HOWARD’S PASS ACCESS ROAD LUP APPLICATION
COMMUNITY ENGAGEMENT PLAN

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December 2014
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1.0 OVERVIEW

Selwyn Chihong Mining Ltd. (SCML) is in the process of permitting and developing the Selwyn Project; a 35,000 tonne per day open pit mine producing zinc and lead concentrates. The Project is located at Howard’s Pass in the Selwyn Mountains between the Yukon and Northwest Territories. The mine will be serviced by the Howard’s Pass Access Road (HPAR) which will be used to supply the mine and used as a transportation corridor for shipping the concentrates.

The mine facilities will be located in the Yukon Territory close to the border with the NWT. The HPAR transits the NWT, connecting the project to the Nahanni Range Road; a public highway located in the NWT and Yukon.

At present the HPAR is a single lane gravel road roughly three to four meters wide. SCML intends to enter the permitting process to allow widening and reinforcement of the road structure. The road will be widened to eight to nine meters wide and the road subgrade substantially reinforced. This will allow the road to be used safely as a heavy haul road capable of supporting construction of the mine facilities and shipping of mine concentrates.

In order to advance the Project, SCML needs to widen the HPAR ahead of mine construction. The road needs to be widened to support the heavy loads and frequent traffic that will be required to successfully build the mine. Road widening will require Type A Land Use Permits from the Mackenzie Valley Land and Water Board (MVLWB) and Parks Canada.

As a precursor to permit application submissions, SCML will carry out engagement with potentially affected communities. The MVLWB has established guidelines for community engagement (2014). In addition, the company holds agreements with certain potentially affected communities. This document outlines the engagement plan to be implemented by the company that meets the guidance provided by the MVLWB and the requirements of SCML under those agreements.

2.0 POTENTIALLY AFFECTED COMMUNITIES

The Selwyn Project and its related infrastructure (Howard’s Pass Access Road) are located within the boundaries of three First Nation Territories; the Kaska Nation, the Dehcho First Nation, and the Sahtu Dene and Metis (Figure 1).
The company and its predecessors have been active in the area since 2005. Through the history of community engagement on the various licence applications and negotiation of community agreements, each First Nation has identified communities within its Nation to lead consultation and engagement with the company based on the communities that would be most affected by the Project development. The Sahtu Dene and Metis identified the communities of Tulita and Norman Wells. The Dehcho identified Nahanni Butte as the lead community. The Kaska identified the communities of Ross River and Liard First Nation. The company has negotiated agreements with each of these communities and continues to engage on a regular basis regarding project plans and operations.

Based on this history and experience, The Community Engagement Plan for the Howard’s Pass Access Road LUP Application focuses on engagement specifically with these communities (Tulita, Norman Wells, Nahanni Butte, Ross River, and Liard First Nation). Outreach to the broader Nation level organizations (Sahtu Dene and Metis, Dehcho First Nations, and Kaska Nation) relies primarily on the internal communication protocols between those communities and their respective Nation organizations.

Figure 1: Selwyn Project and First Nation Territories
3.0 COMMUNITY ENGAGEMENT

3.1 ENGAGEMENT OBJECTIVES

The intent of engagement is to:

1. Provide information about the project to potentially affected parties and organizations with jurisdictional interests.

2. Provide opportunity for these parties to review the information and provide comment on the project.

3. Develop project plans and designs which consider the comments and concerns of potentially affected parties.

3.2 ENGAGEMENT PRINCIPLES

The community engagement methods employed by SCML incorporate the following principles:

1. Information provided in language and format that is accessible to community representatives. This requires understanding of the communication methods and formats that work for community members.

2. Adequate time and resources made available for community representatives to review and thoroughly understand the material provided.

3. Incorporation of community concerns and comments in the project plan.

4. Reflection back to community members of the comments and concerns identified and how these have been considered in the project plan.

3.3 TULITA AND NORMAN WELLS

3.3.1 Pre-Engagement

SCML met with Board members of Tulita Land Corporation, Fort Norman Metis Land Corporation, and the Norman Wells Land Corporation to discuss the company’s approach to engagement on the pending Land Use Permit application. The engagement plan laid out below is based on feedback at those meetings. A draft of the engagement plan was circulated to representatives of these groups for comment prior to implementation of the plan.

3.3.2 Organizations and Engagement Methods

Based on conversations with the Land Corporation Boards, the following organizations were identified for in-person meetings:

- Tulita Land Corporation
• Fort Norman Metis Land Corporation
• Norman Wells Land Corporation
• Tulita Renewable Resource Council
• Norman Wells Renewable Resource Council

At these meetings the company would provide information about the proposed project and the intended community engagement plan and answer any questions posed by the Board members.

During pre-engagement, the Boards of the Land Corporations also identified a schedule of open house meetings for the communities of Norman Wells and Tulita. SCML will carry out two open house events in Norman Wells; a hosted lunch open to the public and an evening dinner event open to members of the Norman Wells Land Corporation. Advertising can be carried out through notice on the community channel and through email distribution to the Norman Wells Land Corporation membership email distribution list.

One open house for the public will be carried out in Tulita. The event would be held at the community ice arena. The open house would be advertised through posted notice at public spaces throughout the community; the hotel, the store, and at administrative offices of various community organizations. It would be held in the evening and include a hosted dinner. Door prizes should be offered to entice community members to attend. Translators should be invited to ensure that the information provided is accessible to elders and Slavey speakers.

Community open houses would include a brief presentation to the assembled attendees followed by a question and answer session. Posters containing project information would be posted on the walls. Hand-outs of project and company information would be available and door prizes offered to entice attendance. The company will bring several representatives to be available to answer questions.

SCML further identified the following organizations to receive information about the project. In-person meetings will be held if requested.

• Sahtu Secretariat Incorporated (SSI)
• Sahtu Renewable Resources Board (SRRB)

3.3.3 Follow-up

Based on feedback and questions received during the community engagement, SCML will review the project plans and modify them where possible to address the concerns brought forward by the community participants.

Following community consultation and project plan revisions, SCML will provide a draft of the Land Use Permit Application to the Tulita Land Corporation, the Fort Norman Metis Land Corporation, and the Norman Wells Land Corporation for their review and comment. As required by the Cooperation Agreement between SCML and the Land Corporations, the Land
Corporations will be allowed at least 30 days to review the application prior to submission and provide feedback to SCML.

### 3.4 NAHANNI BUTTE

#### 3.4.1 Pre-Engagement

SCML met with representatives of the Chief and Council and their advisors and discussed the company’s plan for engagement with the community on the HPAR LUP application. The engagement plan laid out below is reflective of the guidance received during that meeting.

#### 3.4.2 Organizations and Engagement Methods

The company will meet with the Naha Dehé (Nahanni Butte) Chief and Council at the Band Office in the community. The company will provide a presentation describing the proposed project and answer questions brought forward by Chief and Council. The company will also transmit draft information to be contained in the LUP Application to an environmental consultant identified by the Chief and Council. This process can begin as soon as the information comes available. The company will also be available to meet with this consultant to discuss the information if requested.

The company will carry out a hosted dinner open house in the community gymnasium for the broader community. Advertising will be managed by the Band administration, involving posted notices at public spaces in the community and word-of-mouth advertising within the community. The event will be held in the evening. Door prizes should be offered to entice community members to attend.

Community open houses would include a brief presentation to the assembled attendees followed by a question and answer session. Posters containing project information would be posted on the walls. Hand-outs of project and company information would be available.

Naha Dehé Chief and Council will represent the interests of the other Dehcho First Nations (DFN) communities in regards to the project. The Chief and Council will secure a letter from DFN confirming this understanding.

#### 3.4.3 Follow-up

Based on feedback and questions received during the community engagement, SCML will review the project plans and modify them where possible to address the concerns brought forward by the community participants.

Following community consultation and project plan revisions, SCML will provide a draft of the Land Use Permit Application to Naha Dehé Chief and Council and their identified environmental consultant. As required by the Cooperation Agreement between SCML and Naha Dehé, Chief and Council will be allowed at least 30 days to review the application prior to submission and provide feedback to SCML.
3.5 ROSS RIVER DENA COUNCIL & LIARD FIRST NATION

SCML is regularly engaged with the communities of Ross River and Liard First Nation in regards to the development of the Selwyn Mine Project and ongoing agreement negotiations. The development of the HPAR is peripheral to these more significant elements of the relationship between the company and the Kaska communities.

SCML will utilize the information and materials (posters, hand-outs, and presentations) developed for engagement with NWT communities to raise awareness of Kaska representatives of the company’s ongoing work in the NWT. The information will be presented at community events and in negotiation sessions as a component of the company’s ongoing discussions with Kaska about the mine development. Any comments received during these events will be reflected to the team developing the HPAR LUP Application and Kaska will be advised of adjustments/changes to the application which address their concerns and comments.
APPENDIX X. COMMUNITY ENGAGEMENT REPORT APPENDICES


The community engagement report is incorporated into Volume 2, Project Description Report, Section 8.3 Report on Community Engagement for the HPAR Upgrade Project Land Use Application.
LIST OF COMMUNITY ENGAGEMENT REPORT APPENDICES

Appendix A – Norman Wells Community Engagement
Appendix B – Tulita Community Engagement
Appendix C – Nahanni Butte Community Engagement
Appendix D – NWT Open House Posters
Appendix E – Kaska Communities Engagement
Appendix F – Letters of Notice
APPENDIX A - Norman Wells Community Engagement

Format: Board meeting
Organization/Community: Norman Wells Land Corporation
Date & Time: February 04, 2015 6:30 PM
Location: Norman Wells Land Corporation offices, Norman Wells
Attendees:
NWLC - Sherry Hodgson, Amanda Mulyh, Bruce Lebeau, Paul Tan
SCML – Doug Reeve, Justin Himmelright

Materials provided: Hand size versions of the display posters for the open houses, a complete set of road design plans, presentation by company representative on the materials provided.

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gravel borrow areas will require separate permits?</td>
<td>Yes. The quarry sources and volumes will be identified in the applications and separate permits will be acquired for quarries.</td>
</tr>
<tr>
<td>Training for Norman Wells residents is required.</td>
<td>The Co-operation Agreement between the Land Corps in the Tulita District and the Company contains provisions to support training. The company is interested in pursuing training opportunities.</td>
</tr>
<tr>
<td>What kind of employment have the residents of Norman Wells gotten from the project so far?</td>
<td>The information the Company has does not specifically identify Norman Wells residents. However the Company does maintain information about employment from the Tulita District and estimates that roughly 800 person-days of employment for Tulita District residents has come from work on the road so far.</td>
</tr>
<tr>
<td>Do we have a copy of the completed road design?</td>
<td>Yes, a full copy is provided in hard copy at this meeting.</td>
</tr>
<tr>
<td>What is happening with the hiring of the Community Relations Officer?</td>
<td>The Company has tried to move ahead on hiring this person several times over the past years. It has been difficult to recruit such a person. The Company is currently discussing options with the Project Committee and will likely let a contract in the near future. This seems more likely to be successful in the short term than hiring an employee.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
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</tr>
<tr>
<td>Is there a “deathpill” to the timeline; ie no permits beyond a certain point and the project will go away?</td>
<td>No, not really. The Company has a timeline that they are working to which will see the overall project in production by 2021.</td>
</tr>
<tr>
<td>What is the timing of road construction?</td>
<td>That depends on the permitting process. The Company is currently anticipating the permitting and EA process will take two years. Construction would start in 2017.</td>
</tr>
<tr>
<td>What about traditional knowledge work?</td>
<td>There is existing traditional knowledge research for the area that was developed as part of the original permit submissions back in 2006. The Company will rely on this information. If additional TK is required, that would likely be identified in the terms of reference set by the MVEIRB during an environmental assessment.</td>
</tr>
<tr>
<td>What happens when the project is shut down?</td>
<td>The complete shutdown of the project would only occur under very unusual circumstances. Under such circumstances the road would likely be closed based on terms and conditions established by GNWT and Parks Canada. More likely the project would be placed on “care and maintenance” in which case the Company would continue to maintain it to the standard required to prevent environmental damage.</td>
</tr>
<tr>
<td>Can we get a tour of the site?</td>
<td>Yes. The Company will be organizing these tours for later in the summer.</td>
</tr>
</tbody>
</table>

Signature of Norman Wells Land Corp. representative confirming accuracy of the engagement record.

________________________________
Sherry Hodgson, President
Format: Board meeting  
Organization/Community: Norman Wells Renewable Resources Council  
Date & Time: February 25, 2015. 7:00 PM  
Location: Norman Wells Land Corporation offices, Norman Wells  
Attendees:  
NWRRC – Ruby McDonald, Jerrod McDonald, Bruce Lebeau, Rhea McDonald, Edward Lebeau  
SCML – Sam Wallingham, Doug Reeve, Justin Himmelright  

Materials provided: Hand size versions of the display posters for the open houses, presentation by company representative on the materials provided.

<table>
<thead>
<tr>
<th>Questions and Comments</th>
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</tr>
</thead>
<tbody>
<tr>
<td>What is PAR certification?</td>
<td>“Progressive Aboriginal Relations”, it is a certification the Company is pursuing similar to ISO.</td>
</tr>
<tr>
<td>The Company does not have any offices in the NWT?</td>
<td>No, it is based in Vancouver. However there are provisions in the Co-operation Agreement to establish a hiring office in Tulita once the mining project is in production.</td>
</tr>
<tr>
<td>What tasks would a Community Relations Officer do?</td>
<td>Things such as coordinating company activities in the community (consultations, training projects, youth involvement), organizing community members for tours of the site, recruiting employees, ensuring contract opportunities are properly advertised, etc. There is a job description that is under review by the Project Committee.</td>
</tr>
<tr>
<td>For the permits you have in place already, are you seeking extensions?</td>
<td>No. The existing Land Use Permits have already been extended to their maximum life. They will expire this summer.</td>
</tr>
<tr>
<td>Do you have an MOU with Parks Canada?</td>
<td>Not yet. The Company has been developing one in conjunction with Parks. The draft is currently under review by the co-management committees governing Nahanni and Naats’ihch’oh Parks.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>------------------------</td>
<td>------------------</td>
</tr>
<tr>
<td>What is meant by “grandfathering”?</td>
<td>Grandfathered permits are permits and projects that took place before the enactment of the Mackenzie Valley Resource Management Act. Such projects are not required to undergo environmental assessment. The current use and design of the HPAR is grandfathered. The expanded use is likely not grandfathered and may require environmental assessment.</td>
</tr>
<tr>
<td>How much of the road is in Naats’ihch’oh?</td>
<td>About 28 km in total.</td>
</tr>
<tr>
<td>How many quarries will be in the Park or in the Tulita District?</td>
<td>The road will probably require about 12 quarries in total; roughly half of those would be in the Tulita District. We are estimating 5 or 6 quarries in the District and near or in the Park.</td>
</tr>
<tr>
<td>Are the quarries addressed in the MOU with Parks?</td>
<td>No the MOU is not that kind of document. The MOU really focusses on “How we work together”. So it will establish the method of how the Company and Parks work together in establishing and managing the quarries.</td>
</tr>
<tr>
<td>What kind of bridges do you have on the road?</td>
<td>The bridges are single lane “L100” highway bridges. They can handle regular loads of 100 tonnes and can be overloaded to 160 tonnes. They are concrete and steel construction.</td>
</tr>
<tr>
<td>For the lead concentrate in the supersacks, what happens if one gets a tear?</td>
<td>The concentrate would be released to the environment and create a “point source” spill. The concentrate can be cleaned up. The Spill Response Plan would anticipate such an event and provide a protocol for managing it.</td>
</tr>
<tr>
<td>Can the supersacks be put in secondary containment such as a seacan?</td>
<td>Yes, secondary containment can be used if it is found to be necessary.</td>
</tr>
<tr>
<td>The Co-operation Agreement with the Land Corps similar to the MOU with Parks?</td>
<td>No, they are very different. The Co-operation Agreement is a contract requiring the parties to carry out certain obligations. The MOU is a protocol agreement, establishing communications modes and partnership principles.</td>
</tr>
<tr>
<td>What is meant by “training and employment” in the poster referring to Community engagement?</td>
<td>The Co-operation Agreement establishes terms for the Land Corps and the Company to work together in training people locally for the jobs that will be created by the project. It also establishes priority hiring for local people.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>---------------------------------------------------------------------------------------</td>
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</tr>
<tr>
<td>When the Tulita RRC wildlife monitors were on the job site, did they get any specific training?</td>
<td>They did get on-the-job training working with the environmental monitors learning about water monitoring and construction management practices.</td>
</tr>
<tr>
<td>Norman Wells does not often get opportunities on these projects. Tulita is the focus or many companies.</td>
<td>The Co-operation Agreement is implemented by a joint management Committee. The representative of the NWLC can bring this issue forward.</td>
</tr>
<tr>
<td>What will you be doing for dust suppression?</td>
<td>Dust would not be a frequent issue at this location, it is usually wet or covered in snow. However, the Road Operations Management Plan will address the contingency plan in the event that dust becomes an operational or environmental hazard at certain times during operations.</td>
</tr>
</tbody>
</table>

Signature of Norman Wells Renewable Resource Council representative confirming accuracy of the engagement record.

________________________________________
Ruby McDonald
Format: Open House  
Organization/Community: Norman Wells residents  
Date & Time: February 05, 2015, 12:00 PM  
Location: Legion Hall, Norman Wells  
Attendees: 15 residents of Norman Wells  
SCML: Doug Reeve, Sam Wallingham, Justin Himmelright  

Materials provided: Display posters for the open houses, a complete set of road design plans, presentation by company representative on the materials provided, comment cards circulated for attendees

<table>
<thead>
<tr>
<th>Questions and Comments</th>
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</tr>
</thead>
<tbody>
<tr>
<td>Will there be mining activity in the NWT from this project?</td>
<td>Not in the current plan. There is future potential however. Mineral resources exist on the Company’s claims and leases in the NWT and could be considered in future mine plans after more study.</td>
</tr>
<tr>
<td>Have you been doing wildlife surveys? What are the trends observed?</td>
<td>The Company has conducted Wildlife surveys of the area twice a year since 2006. The company reps in the room did not have specific knowledge of the trends observed in this time. Follow up: The most recent wildlife reports were forwarded to the individual who asked this question along with some explanation of the trends observed.</td>
</tr>
<tr>
<td>What is the size of the workforce expected to be?</td>
<td>The construction phase will result in about 1500 person years of employment. There will be about 750 jobs created at the mine operations and between 300 to 350 jobs for the concentrate trucking.</td>
</tr>
<tr>
<td>Is there any upcoming work?</td>
<td>We expect the coming field season to be quieter than last year but we will be hiring a few people from the communities to assist in road maintenance work during the summer.</td>
</tr>
<tr>
<td>What is the overall schedule?</td>
<td>We will be working on permitting for the next couple of years. Road construction should start in 2017, mine construction in 2019, and mine production in 2021.</td>
</tr>
<tr>
<td>Question</td>
<td>Answer</td>
</tr>
<tr>
<td>-------------------------------------------------------------------------</td>
<td>--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Where will the employees come from?</td>
<td>Co-operation agreements with local communities establish requirements for the company to hire local qualified workers first. In addition, the Company will seek to hire northern residents (NWT and Yukon) before expanding their search. However, the workforce requirements are likely to be more than the northern communities can provide and workers will likely be needed from other places in Canada and abroad.</td>
</tr>
<tr>
<td>Is this Project owned by China?</td>
<td>It is owned by a company that is partially owned by state government in China. A portion of the ownership is public; it is traded on the Shanghai stock exchange.</td>
</tr>
<tr>
<td>Comment card: Will you require expediting?</td>
<td>Yes, various stages of the project will require logistics support at different levels.</td>
</tr>
</tbody>
</table>

Signature of SCML representative confirming accuracy of the engagement record.

___________________________________
Doug Reeve
Format: Open House  
Organization/Community: Norman Wells Land Corporation members  
Date & Time: February 05, 2015. 6:00 – 8:00 PM  
Location: Legion Hall, Norman Wells  
Attendees: 9 Norman Wells Land Corp. members  
SCML: Doug Reeve, Sam Wallingham, Justin Himmelright  

Materials provided: Hand size versions of the display posters for the open houses, a complete set of road design plans, presentation by company representative on the materials provided, comment cards provided to attendees.  

<table>
<thead>
<tr>
<th>Questions and Comments</th>
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</tr>
</thead>
<tbody>
<tr>
<td>This is a foreign owned operation?</td>
<td>Yes, the project is owned by the Canadian subsidiary of a Chinese mining and smelting company.</td>
</tr>
<tr>
<td>Is concentrate hauling a community opportunity?</td>
<td>It can be. There will be great demand for truckers so it can be an opportunity for employment and contracting. The Co-operation Agreement with the company does provide preference for community members and businesses to access those opportunities.</td>
</tr>
<tr>
<td>Do you need a permit from government of Canada for industrial hauling?</td>
<td>We are focused on the land use permits for road widening at this time. Licensing from Transport Canada will come at a later phase and will likely be the responsibility of the contracted haulers.</td>
</tr>
<tr>
<td>Will the road widening need to go through environmental assessment?</td>
<td>That is not assured. A large number of entities can call it up for EA since there are many parties with interests in the area of the road. The Company has built time into the project schedule to accommodate an environmental assessment of the proposal.</td>
</tr>
<tr>
<td>How many quarries will there be in the Tulita District?</td>
<td>Estimated 5 or 6; there are roughly 12 in total along the road and half of them would likely be in the Tulita District.</td>
</tr>
<tr>
<td>What size of workforce will the operation have?</td>
<td>The construction phase will result in about 1500 person years of employment. There will be about 750 jobs created at the mine operations and between 300 to 350 jobs for the concentrate trucking.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>--------------------------------------------------------------------------------------</td>
<td>--------------------------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>How many employees will come from here?</td>
<td>That is difficult to predict. However The Co-operation Agreement establishes a priority for hiring Tulita and Norman Wells residents.</td>
</tr>
<tr>
<td>How many people from here worked at the project during the most recent work on the road?</td>
<td>The information the Company has does not specifically identify Norman Wells residents. However the Company does maintain information about employment from the Tulita District and estimates that roughly 800 person-days of employment for Tulita District residents has come from work on the road so far.</td>
</tr>
<tr>
<td>During road construction, do the businesses and residents of the Norman Wells and Tulita have priority access to opportunities?</td>
<td>Yes, for a certain portion of the access road that is within the Tulita District. This is provided for in the Co-operation Agreement</td>
</tr>
<tr>
<td>How does environmental assessment work within the Parks? Will there be a higher standard within the Parks?</td>
<td>Parks will follow the Mackenzie Valley system and participate in an EA carried out by the MVEIRB.</td>
</tr>
<tr>
<td>What are you doing about dust suppression?</td>
<td>Dust would not be a frequent issue at this location, it is usually wet or covered in snow. However, the Road Operations Management Plan will address the contingency plan in the event that dust becomes an operational or environmental hazard at certain times during operations.</td>
</tr>
<tr>
<td>Where do royalties from the quarries go?</td>
<td>Those royalties would go to the Government of Canada and be circulated back (in part) to the GNWT as a result of the Devolution Agreement.</td>
</tr>
<tr>
<td>Are we able to get a tour of the road?</td>
<td>Yes. The company will be organizing tours for community reps this summer.</td>
</tr>
<tr>
<td>Comment card: What benefits to our communities from this project?</td>
<td>Economic – jobs, contracts, training etc.</td>
</tr>
<tr>
<td>Comment card: I would like more information about quarries, jobs and opportunities, and a tour of the site.</td>
<td>Quarry information will be provided in the permit application. Jobs and opportunities will be advertised in the communities. Site tours for community reps are being organized for this summer.</td>
</tr>
<tr>
<td>Comment card: You should meet with the Renewable Resource Councils more.</td>
<td>The RRC’s in Norman Wells and Tulita are included in the consultation the Company is doing.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>---------------------------------------------------------------------------------------</td>
<td>--------------------------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Comment card: Ensure that the Sahtu Region is informed in a timely manner on all contracts and work, especially environmental monitoring.</td>
<td>The Company will work through the requirements of the Co-operation Agreement with the Tulita District on all contracts and job opportunities.</td>
</tr>
<tr>
<td>Comment card: Please care for the land and make sure you put things back in place.</td>
<td>The Company will maintain the high standards for environmental care and apply best practices in their operations. Management plans will be developed in conjunction with regulators to ensure that operations are conducted in an environmentally sound manner.</td>
</tr>
<tr>
<td>How and when do requests for tenders start to come into play?</td>
<td>Any requests will start to show up in the spring (April, May, June) once Company budgets and workplans have been defined for the year.</td>
</tr>
<tr>
<td>What community in the Sahtu will see the biggest economic impact?</td>
<td>Economic benefits are likely greatest for Tulita District Communities (Tulita, Norman Wells). The road is in the Tulita District and the communities there have a priority for hiring and contracts.</td>
</tr>
</tbody>
</table>

Signature of SCML representative confirming accuracy of the engagement record.

__________________________________________
Doug Reeve
APPENDIX B - Tulita Community Engagement

Format: Board meeting  
Organization/Community: Tulita Land Corporation  
Date & Time: February 17, 2015, 9:30 AM  
Location: Tulita Land Corporation offices, Tulita  
Attendees:  
TLC – Clarence Campbell, Edward McCauley, Lorraine Doctor, Jimmy Mendo, Andrew Oler, Judith Wright-Bird, Rosalee  
SCML – Doug Reeve, Justin Himmelright

Materials provided: Hand size versions of the display posters for the open houses, a complete set of road design plans, power point presentation by company representative on the materials provided.

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>Are the concentrates shipped in bags?</td>
<td>Lead concentrates will be shipped in sealed bags called “supersacks”.</td>
</tr>
<tr>
<td>Will the company own the trucks used in to ship concentrate?</td>
<td>Not likely. The company will own the maintenance facilities and probably the shipping containers/trailers. Tractors will likely be contracted out. This allows the flexibility to swap out contractors/drivers that do not perform without interruption to maintenance services, trailer availability etc. Awarding multiple contracts allows smaller local operators to get involved.</td>
</tr>
<tr>
<td>How long will the environmental assessment take?</td>
<td>The Company has estimated the timeline for full permitting to take 2 years including the EA phase.</td>
</tr>
<tr>
<td>Are there other opportunities besides trucking and road work?</td>
<td>Yes, the project will generate a lot of opportunities. In terms of access for Tulita, hiring preference will be mainly found in trucking and road work since the spatial area covered by the Co-operation Agreement only covers the access road. However, opportunities exist to partner with other First Nations and communities (Nahanni Butte, Kaska) in accessing mine site opportunities as well.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>------------------------------------------------------------</td>
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</tr>
<tr>
<td>What road contracts will there be this year?</td>
<td>The program will be smaller than last year. Probably around 10 workers for maybe 6 weeks to 2 months.</td>
</tr>
<tr>
<td>What is the nature of the agreements the company has on LNG supply?</td>
<td>The Company is working with other mining companies in the Yukon and the Yukon Government to secure a local LNG supply for the North. Together they are looking at a supply point (plant) somewhere near Ft. Nelson.</td>
</tr>
<tr>
<td>Does zinc price have an impact on the project?</td>
<td>Yes it does. Zinc and lead prices fluctuate with world markets. Low prices will make the operation less profitable or not profitable.</td>
</tr>
<tr>
<td>Where will the smelting take place?</td>
<td>Most likely in China at the Chihong smelters in Yunnan Province.</td>
</tr>
<tr>
<td>How is Parks Canada impacting the Project?</td>
<td>The road exists in two National Parks; Nahanni and Naats’ihch’oh. Parks Canada is a regulator (provides permits) and a participant in any Environmental Assessment. SCML has a good working relationship with Parks.</td>
</tr>
</tbody>
</table>

Signature of Tulita Land Corp. representative confirming accuracy of the engagement record.

__________________________
Clarence Campbell, President
Format: Board meeting
Organization/Community: Tulita Renewable Resources Council
Date & Time:
Location: Tulita
Attendees:

Materials provided: Hand size versions of the display posters for the open houses, discussion with company representative on the materials provided.

The Tulita Renewable Resource Council declined the opportunity to be consulted. They requested copies of the information and notice of any future opportunities for wildlife monitors on the Project.

Doug Reeve hand delivered copies of the posters to the TRRC office in Tulita and provided a brief explanation of their contents to the Office Manager

Signature of Tulita Renewable Resource Council representative confirming accuracy of the engagement record.

________________________________
Beatrice Solapree
Format: Board meeting
Organization/Community: Fort Norman Metis Land Corporation
Date & Time: February 17, 2015. 1:30 PM
Location: Fort Norman Metis Land Corporation offices, Tulita
Attendees:
FNMLC – Eddy McPherson, Lorianne Lennie, Kimberly McPherson, Mariam,

Materials provided: Hand size versions of the display posters for the open houses, a complete set of road design plans, power point presentation by company representative on the materials provided.

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>How do we contact the other communities and First Nations involved in this project (Kaska, Dehcho)?</td>
<td>The Company supports collaboration between the communities surrounding the project. This topic is under discussion at the Project Committee. Project committee minutes will be circulated to the Land Corps so they can track this issue and discuss with their representatives to the Project Committee.</td>
</tr>
<tr>
<td>Concerned about “10%” companies from out of the region competing for the work. What criteria do we have to prevent them from competing with the locally owned contractors?</td>
<td>At present the Company is using the Tulita District Business Registry to identify qualified local contractors. The Project Committee has the mandate to develop qualification criteria for businesses. The Committee is working on defining qualification criteria to put forward to the Parties to the Cooperation Agreement for approval. This activity will be noted in Project Committee meeting minutes as well.</td>
</tr>
<tr>
<td>Do you have everything you need to go forward to Environmental Assessment?</td>
<td>The company has been working on collecting environmental baseline from the area for several years. Road designs are completed to a feasibility level. Management plans are under development. The Company expects that it has most or all of the information required to move forward.</td>
</tr>
<tr>
<td>Do you have Wildlife Monitors on the site from TRRC?</td>
<td>During periods of activity, yes we do.</td>
</tr>
</tbody>
</table>

Signature of Norman Wells Land Corp. representative confirming accuracy of the engagement record.

Eddy McPherson, President
Format: Open House  
Organization/Community: Tulita residents  
Date & Time: February 17, 2015. 6:00 PM – 8:00 PM  
Location: Community Ice Arena, Tulita  
Attendees: 30 residents of Tulita  
SCML – Doug Reeve, Justin Himmelright  

Materials provided: Display posters for the open houses, a complete set of road design plans, power point presentation by company representative on the materials provided.

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>Why are you using a 9 m with for the road? Is that wide enough?</td>
<td>The design standards for the road are established by the consulting engineering firm and are based on standard design criteria for roads of this type.</td>
</tr>
<tr>
<td>You are looking to permit only the 80 km in the NWT right? Not the entire 1000 km haul route?</td>
<td>Yes that’s right. The remaining parts of the Haul road are on public highways under the jurisdiction of either the Yukon or BC.</td>
</tr>
<tr>
<td>What is the length of the road inside Naats’ihch’oh Park?</td>
<td>Roughly 28 km.</td>
</tr>
<tr>
<td>Why didn’t we look at building the road in the Yukon?</td>
<td>The access to the mine site has undergone a rigorous analysis of options beginning in 2006. Two new road options in the Yukon as well as concentrate pipelines have been examined. Community consultation on the subject was completed in both the Yukon and the NWT some time ago. The overall outcome of this process has been a decision based on community input, environmental consequence, and economic factors. Overall, widening an existing road route (rather than build a whole new road in virgin territory) was considered to the most acceptable on all fronts.</td>
</tr>
<tr>
<td>What do you want from the community?</td>
<td>The Company is providing information and seeking input from the community on the road widening project. Any concerns or questions that people may have can be brought forward now or through the permitting process. There will be more opportunities for community input through the regulatory process which is expected to take a couple of years.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
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<tr>
<td>---------------------------------------------------------------------------------------</td>
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</tr>
<tr>
<td>Comment Card: Would like to know more about employment opportunities.</td>
<td>The company is working on hiring a Community Relations Officer for Tulita and Norman Wells. Part of the job duties of the CRO will be to advertise and recruit workers. Until that person is in place, the Project Committee representatives or the Company are the best people to get this information from.</td>
</tr>
<tr>
<td>Comment Card: Community members have to train for jobs.</td>
<td>The Cooperation Agreement establishes collaboration between the Land Corps and the Company in carrying out training programs. The Project Committee is looking at training needs and funding sources.</td>
</tr>
<tr>
<td>Comment Card: How is the Project going to affect out caribou and moose in the area?</td>
<td>The Company has carried out baseline studies of the populations in the area and is developing management plans for the operations that will minimize disruption to moose and caribou populations. Throughout the operating period, the Company expects to continue to monitor wildlife and implement an “adaptive management” approach to its operations on the road.</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about specific contract opportunities.</td>
<td>The company is working on hiring a Community Relations Officer for Tulita and Norman Wells. Part of the job duties of the CRO will be to advertise contract opportunities. Until that person is in place, the Project Committee representatives or the Company are the best people to get this information from.</td>
</tr>
<tr>
<td>Comment Card: How will the access road affect the Park?</td>
<td>The access road will have a relatively small footprint relative to the size of the Park. It will provide the only land access route into the Park. The Park will probably get more visitors as a result of the road access.</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about career opportunities for community members.</td>
<td>The Company expects to work with the Project Committee and CRO in providing information to the communities about careers in mining. School visits, site tours, and workshops in the communities can be expected in the future.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>--------------------------------------------------------------------------------------</td>
<td>-----------------------------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about how many jobs the project will create.</td>
<td>The construction phase will result in about 1500 person years of employment. There will be about 750 jobs created at the mine operations and between 300 to 350 jobs for the concentrate trucking.</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about where you guys will be mining.</td>
<td>The mining operation itself will be located in the Yukon just across the border from the NWT. The location is roughly 100km northwest of Cantung and roughly 100km southeast of where the Canol Road crosses the Yukon/NWT border.</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about future projects in Canada.</td>
<td>At present Selwyn Chihong has no other Projects in Canada or any plans to acquire or develop other Projects.</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about what will be put on the road to make it smooth. Just rocks?</td>
<td>The road will be gravel. There is no plan for surfacing the road with any other type of material.</td>
</tr>
</tbody>
</table>

Signature of SCML representative confirming accuracy of the engagement record.

________________________________
Doug Reeve
APPENDIX C – Nahanni Butte Community Engagement

Format: Chief & Council meeting  
Organization/Community: Naha Dehé Dene Band  
Date & Time: February 25, 2015. 3:00 PM  
Location: Community gymnasium, Nahanni Butte  
Attendees: 
NDDB - Peter Marcellias, Archie Betsaka, Jayne Konisenta, Lorainne Vital, John Lafferty, Flora Sele, Morris Matou  
SCML – Doug Reeve, Sam Wallingham, Justin Himmelright

Materials provided: Display posters for the open houses, a complete set of road design plans, power point presentation by company representative on the materials provided.

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>How much of the road is actually in the Dehcho?</td>
<td>Roughly 35km.</td>
</tr>
<tr>
<td>Are there extra permit requirements because of the Parks?</td>
<td>Yes. In addition to the Land Use Permit and Quarry Permits from the GNWT, we will need to get Land Use Permits, Restricted Activity Permits and Quarry Permits from Parks Canada</td>
</tr>
<tr>
<td>Would employees require WHMIS and First Aid? This training can be a barrier since it is difficult to get this stuff in Nahanni Butte. Drivers’ licenses are also a barrier.</td>
<td>WHMIS and First Aid are good to get along with TDG certification. WHMIS and TDG can be done online.</td>
</tr>
<tr>
<td>Will there be opportunities for tours this summer?</td>
<td>Yes, we are planning on doing community tours. We will work with community reps to organize a time.</td>
</tr>
</tbody>
</table>

Signature of Naha Dehé Dene Band representative confirming accuracy of the engagement record.

__________________________________  
Jayne Konisenta, Councilor
Format: Community Open House  
Organization/Community: Nahanni Butte  
Date & Time: February 25, 2015. 6:00 – 8:00PM  
Location: Community gymnasium, Nahanni Butte  
Attendees: 51 residents of Nahanni Butte  
SCML – Doug Reeve, Sam Wallingham, Justin Himmelright

Materials provided: Display posters for the open houses, a complete set of road design plans, power point presentation by company representative on the materials provided.

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>What are you doing to prevent contamination of the environment from the Lead concentrates?</td>
<td>Lead concentrates will be placed in sealed “supersacks” for transport. This will prevent concentrate dust from escaping the load during transport. Spill response plans will consider the possibility of a spill of lead concentrate and action plans developed to respond and clean up. Ongoing environmental monitoring along the road will identify if any lead is escaping to the environment during shipping and adaptive management applied to identify sources and implement corrective measures.</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about how things are going within the camp.</td>
<td>Tours of the project site in the summer will give community members an opportunity to visit the camp and experience the working conditions there.</td>
</tr>
<tr>
<td>Comment Card: If an accident or spill occurs, what is the response time?</td>
<td>Along the Howard’s Pass Access Road, response times will depend on the location and road conditions at the time of accident. The entire road will be driveable in about one hour so it is reasonable to assume that under good conditions, response to an accident will be less than an hour.</td>
</tr>
<tr>
<td>Comment Card: Would like to know more about wildlife sightings.</td>
<td>During periods of activity the company records wildlife sightings. The company has also completed wildlife surveys in the area since 2006. This information will be outlined in the permit applications for the road widening.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>------------------------</td>
<td>------------------</td>
</tr>
<tr>
<td>Comment card: Would like to know more about training an employment opportunity</td>
<td>Through the Co-operation Agreement between the Company and Community, there is priority established to hire people from Nahanni Butte. Collaboration on training is also a component of the agreement. The community is working on nominating a representative from the community to assist in implementing the Agreement. Part of this person’s role will be to advertise employment and training opportunities.</td>
</tr>
<tr>
<td>Comment card: Would like to know more about the amount of traffic on the road.</td>
<td>Road traffic is estimated to be about 200 heavy truck loads a day on the road. This will include concentrate shipments, liquefied natural gas, parts, equipment, supplies etc.</td>
</tr>
<tr>
<td>Comment card: Would like to know more about transportation to and from the work area.</td>
<td>During operations if there are enough workers rotating in and out of Nahanni Butte to justify it, charter flights will be used to move workers to and from Nahanni Butte to the work area.</td>
</tr>
</tbody>
</table>

Signature of SCML representative confirming accuracy of the engagement record.

________________________________
Doug Reeve
APPENDIX D – NWT Open House Posters
COMPANY INFORMATION

Yunnan Chihong Zinc and Germanium Ltd.
- Engaged in mining, processing & sale of lead, zinc, germanium & silver products.
- Company has ~12,000 employees with market capitalization ~3.8 billion C$.
- Yunnan Chihong was established in July 2000 & listed on Shanghai Stock Exchange.
- Owned by Yunnan Metallurgical Group Co. Ltd., Yunnan Provincial Government of China.

Chihong Canada Ltd.
- Vancouver B.C. subsidiary of Yunnan Chihong Zinc & Germanium Ltd.

Selwyn Chihong Mining Ltd.
- Operating company based in Vancouver B.C., owned 100% by Chihong Canada Mining Ltd; with the purpose of bringing the Selwyn Project into production.

MANAGEMENT TEAM

Our Commitments
- Maintaining the highest international standards for safety and environmental protection.
- Zero tolerance for alcohol, drugs, and discrimination.
- Being fair and transparent in hiring, purchasing, and maximizing local business opportunities.

— Richard (Shilin) Li, CEO
SELWYN PROJECT

Exploration in the Yukon

Access Road in the NWT

Planned open pit mine

- 35,000 tonnes per day milling
- Conventional flotation process
- Producing zinc and lead concentrates

- ~0.9 million tonnes of zinc concentrate/yr
- ~0.2 million tonnes of lead concentrate/yr

- Truck haul to tidewater port

Projected Schedule

- Access Road Permitting (NWT): 2015-2017
- Access Road Construction: 2017-2019
- Mine Permitting (Yukon): 2016-2019
- Mine Construction: 2019-2021; 1500 person-years of employment
- Operations: 2021-2032+; 750 jobs

Projected Cost

- Capital cost: ~$2 Billion
- Operating cost: ~$950 Million per year

- Hauling ~1000 km (one way) to the port of Stewart, B.C.
HOWARD’S PASS ACCESS ROAD

The Howard’s Pass Access Road is 80 km long and passes through:

- Deh Cho Territory
- Sahtu Settlement Area
- Nahanni National Park Reserve
- Naats’ihch’oh National Park Reserve

The Howard’s Pass Access Road will need to be widened and reinforced for:

- Continued advanced exploration
- Mine construction
- Hauling zinc and lead concentrates from the mine

Initial Project Schedule

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<tr>
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</thead>
<tbody>
<tr>
<td>Road Permitting</td>
<td>Road Construction</td>
<td>Mine construction</td>
<td>Mine production</td>
<td></td>
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</tbody>
</table>

- Widened road will follow existing route.
- Alignment and grade adjusted for safety.
- Gravel for road construction will come from local sources.
- Existing bridges will be used; no new stream crossings are required.

Example of typical mine road

Photo credit: www.stornowaydiamonds.com
**ROAD HAULING OPERATIONS**

- Zinc will be hauled in side dumping trucks with 51 tonne load capacity.
- Approximately 55 loads per day will be shipped from the site.

- Lead concentrate will be hauled in sealed containment using “super sacks”.
- Approximately 15 loads per day will be shipped from the site.

- The mine will be powered by liquefied natural gas generators.
- Up to 15 loads of LNG will be trucked to the site per day.

- Other loads to the site will include heavy equipment & parts, diesel fuel, mill supplies, food, etc.

Approximately 200 loaded and empty trucks per day.
PERMITS FOR ROAD WIDENING

Widening of the Howard’s Pass Access Road will require a number of permits from various regulatory agencies. These include:

**Environmental Assessment** – Permit applications are anticipated to undergo an environmental assessment by the Mackenzie Valley Environmental Impact Review Board.

**Type A Land Use Permits** – required for vegetation clearing and earth moving with heavy equipment. Permits will be required from Government of the Northwest Territories (non-Park lands) and Parks Canada (Nahanni National Park & Naats’ihch’oh National Park).

**Quarry Permits** – required for developing and operating gravel borrow areas along the access road. Permits will be required from Government of the Northwest Territories (non-Park lands) and Parks Canada (Nahanni National Park & Naats’ihch’oh National Park).

**National Park Restricted Activity Permits** – required for operations within Nahanni National Park and Naats’ihch’oh National Park.

**Licence of Occupation** – required to assure long-term access and use of the Howard’s Pass Access Road by Selwyn Chihong (30 years).

### Access Road Initial Schedule

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
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<th>2016</th>
<th></th>
<th>2017</th>
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<tbody>
<tr>
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<td>Q1</td>
<td>Q2</td>
<td>Q3</td>
<td>Q4</td>
<td>Q1</td>
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<td>Comm. Consultation</td>
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<td>Selwyn</td>
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<tr>
<td>Environ. Assessment</td>
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<td>Type A Land Use</td>
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<td>Permits</td>
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<tr>
<td>Quarry Permits</td>
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<td>Restricted Activity</td>
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<td>Permits</td>
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<tr>
<td>Licence of</td>
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<tr>
<td>Occupation</td>
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<tr>
<td>Road Construction</td>
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</tbody>
</table>

Community consultation by government and regulators

Road Construction
COMMUNITY ENGAGEMENT

Selwyn Chihong is committed to engaging local communities on the Selwyn Project. The company has signed agreements with communities that outline our commitments to:

- Consultation on permit applications
- Training and employment
- Scholarships, education, and youth engagement
- Business opportunities and contracting
- Environmental management and monitoring
- Culture and traditional knowledge

Selwyn Chihong believes in building strong relationships with communities through open communication. We welcome your comments, questions and suggestions at any time. You can reach us at:

www.selwynchihong.com
info@chihongmining.com
Doug Reeve: 604-620-6188 ext. 805
Local communities have been involved at every step of the Howard’s Pass Access Road redevelopment work. Here is a summary of the history of community engagement on the permitting and work on the road:

- **2006 – 2007**: Open houses and public hearings on the Howard’s Pass Access Road permits. The company hosted local meetings and events.

- **2007-2010**: Negotiation and signing of Cooperation Agreement.

- **2010-2011**: Company hosts tours of site for community members.

- **2010-2011**: Road used as winter access to mobilize heavy equipment. Local contractor used for mobilization. Community wildlife monitors on site throughout.

- **2014**: Road reopened for all season use. Communities joint-ventured with contracting companies to do the work. Community wildlife monitors on site throughout.

To date it is estimated that over 800 person days of employment have been created for community members on the Howard’s Pass Access Road. Local contractors and Joint Venture companies have been awarded more than $12 million in contracts for work on the road.
Selwyn Chihong is preparing a *Road Operations Management Plan* with guidance from community groups and Parks Canada. This plan will guide:

- Road Construction
- Road Operations
- Road Maintenance
- Public Access
- Wildlife Interactions
- Stream Crossings
- Accidents and Spills
- Road Reclamation
The Howard’s Pass Access Road was originally built in 1978-79 in partnership with the Government of Canada as a mine access road. After the road was built, two national parks were created. The road now passes through Nahanni National Park and Naats’ihch’oh National Park. Selwyn Chihong and Parks Canada will have a Memorandum of Understanding to work together on environmental management, road construction methods, and hauling operations.
APPENDIX E – Kaska Communities Engagement

Format: Open House
Organization/Community: Liard First Nation (Watson Lake)
Date and Time: February 11, 2015
Location: Watson Lake
Attendees: 95 community members including representatives from Chief and Council
SCML: Jenifer Hill, Maurice Albert, Sam Wallingham, Rose Schwarze, Bruce Rustad, Harvey McLeod, and Jennifer Sites;
LFN negotiator: Alan Edzerza

Materials provided: Display posters, PowerPoint presentation

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>How many trucks will be on the road in a day?</td>
<td>There would be approximately 200 trucks per day on the road which would include mine supply and concentrate haul. This number includes all loaded and unloaded traffic. There will be fewer trucks during the construction of the mine.</td>
</tr>
<tr>
<td>There is concern around the health and safety of the community with so many trucks being driven on the roads in and around the community.</td>
<td>SCML recognized the communities concern for increased potential accidents on the roads between the community members, trucks and wildlife and explained that they are looking for the best possible solution to ensure safety on the roads, by looking at alternate routes, ensuring SCML has in place safe driving policies and equipment.</td>
</tr>
<tr>
<td>Hunting and wildlife access management plans and hunting policies on the lands surrounding the proposed project.</td>
<td>SCML would be implementing access management plans and hunting policies for areas around the mine.</td>
</tr>
<tr>
<td>When is the project scheduled to start and when should the community expect the traffic to start?</td>
<td>Although the mine will not start until approximately 2022 construction will start 2 to 3 years prior to that and this will have trucks on the road to supply construction supplies and equipment.</td>
</tr>
<tr>
<td>Questions and Comments</td>
<td>Company Response</td>
</tr>
<tr>
<td>---------------------------------------------------------------------------------------</td>
<td>------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Concern not only for the people on the roads but the disturbance of the wildlife as</td>
<td>SCML will take measures to minimize disturbance to wildlife in the area and will implement an effects</td>
</tr>
<tr>
<td>there is migration paths of the moose and caribou along the highways.</td>
<td>monitoring program in collaboration with communities, Parks Canada and the NWT government.</td>
</tr>
<tr>
<td>Would like to see a Wildlife Management Plan in place.</td>
<td>SCML clarified that there is a Wildlife Management Plan in place for the current exploration at the project</td>
</tr>
<tr>
<td></td>
<td>site that was updated with input from the Kaska IMA implementation committee. The wildlife management plan</td>
</tr>
<tr>
<td></td>
<td>will be expanded upon to manage wildlife effects on the access road.</td>
</tr>
<tr>
<td>The Campbell Highway cannot be used by our community due to the ongoing road work</td>
<td>Acknowledged that this is a concern and a traffic management plan will be developed with the community.</td>
</tr>
<tr>
<td>and construction caused by the big trucks coming and going.</td>
<td></td>
</tr>
<tr>
<td>Environmental, and traffic on highway. There should be traffic control on highway</td>
<td>Acknowledged and SCML will work to minimize truck traffic going through Watson Lake and develop a traffic</td>
</tr>
<tr>
<td>which was very bad with Yukon Zinc.</td>
<td>management plan.</td>
</tr>
<tr>
<td>What about the bridge at second Frances river? As we can’t go out to our traditional</td>
<td>Acknowledged that this is a concern and a traffic management plan will be developed with the community.</td>
</tr>
<tr>
<td>area camping.</td>
<td></td>
</tr>
</tbody>
</table>

Signature of SCML representative confirming accuracy of the engagement record.

________________________________
Jenifer Hill
Format: Open House
Organization/Community: Ross River
Date and Time: February 10, 2015
Location: Good Hope Centre, Ross River
Attendees: 85 community members including representatives of Chief and Council
SCML: Jenifer Hill, Maurice Albert, Piers MacDonald, Sam Wallingham, Nora Ladue, Sandra Bob, Bruce Rustad, Harvey McLeod, and Jennifer Sites
LFN negotiator: Alan Edzerza
RRDC negotiator: Gerry Kerr

Materials provided: Display posters, PowerPoint presentation

<table>
<thead>
<tr>
<th>Questions and Comments</th>
<th>Company Response</th>
</tr>
</thead>
<tbody>
<tr>
<td>Wildlife use the salted road as a salt lick. This needs to be avoided.</td>
<td>Salt will not be used on the roads maintained by SMCL.</td>
</tr>
<tr>
<td>Road use and access needs to be managed to protect the caribou herds.</td>
<td>SCML will be developing an access management plan with Parks Canada.</td>
</tr>
<tr>
<td>How will the project affect wildlife, fish, and environment after closure 10 to 20 years later.</td>
<td>SCML provided an example picture of what the reclamation would look like on site.</td>
</tr>
<tr>
<td>Contingency planning if the mine changes hands to ensure proper closure and reclamation of the lands.</td>
<td>SCML explained there will be in place a reclamation bond as required by law and this will ensure that the reclamation work is completed regardless of ownership</td>
</tr>
</tbody>
</table>

Signature of SCML representative confirming accuracy of the engagement record.

_________________________________________
Jenifer Hill
APPENDIX F – Letters of Notice
March 4, 2015

Dear Board members;

Re: Selwyn Chihong Mining Ltd. – Howard’s Pass Access Road Land Use Permit Application

Selwyn Chihong Mining Ltd. (SCML) is in the process of permitting and developing the Selwyn Project; a 35,000 tonne per day open pit mine producing zinc and lead concentrates. The Project is located at Howard’s Pass in the Selwyn Mountains between the Yukon and Northwest Territories (NT). The mine will be serviced by the Howard’s Pass Access Road (HPAR) which will be used to supply the mine and used as a part of the overall transportation route for shipping the concentrates.

All minesite facilities will be located in the Yukon Territory close to the border with the NT. The HPAR transits the NT, connecting the project to the Nahanni Range Road; a public highway located in the NT and Yukon. The HPAR is roughly 80 km long and transits two National Park Reserves; Nahanni National Park Reserve and Naáts’íłh ch’oh National Park Reserve. A map of the project location is attached to this letter.

In order to advance the Project, SCML needs to improve the HPAR ahead of mine construction. The road needs to be improved to support the heavy loads and frequent traffic that will be required to successfully build the mine. Road improvements will require Type A Land Use Permits from the Mackenzie Valley Land and Water Board (MVLWB) and Parks Canada.

At present the HPAR is a single lane gravel road roughly three to four meters wide. SCML intends to enter the permitting process to allow improvements, including widening, straightening and reinforcement of the road structure. The road will be widened to eight to nine meters wide and the road subgrade substantially reinforced. Revisions to the alignment will be made locally to reduce curvature and improve driver visibility. This will allow the road to be used safely as a heavy haul road capable of supporting construction of the mine facilities and shipping of mine concentrates.

The HPAR transects both the Sahtu Settlement Area and Dehcho Territory. SCML has entered into formal Cooperation Agreements with Sahtu communities in the Tulita District (Tulita Land Corporation, Fort Noman Metis Land Corporation and Norman Wells Land Corporation), as well as the Naha Dehe Dene Band in the Dehcho. SCML is in active consultation with these groups on the HPAR Land Use application.
Two images are provided below for comparative purposes. One is of HPAR and shows an example of the current condition of the road. The other is an example of a typical mine haul road and is indicative of the type of road the Project will need to have to advance to the next stage of development.

Photo 1: Howard’s Pass Access Road – current condition

Photo 2: Example of typical mine haul road

SCML intends to file permit applications for a Type A Land Use Permit for this work with the Mackenzie Valley Land and Water Board and Parks Canada by the end of April, 2015. For further information on the Project and planned permit application, please contact:

Selwyn Chihong Mining Ltd.
#2701-1055 W. Georgia St.
Vancouver, B.C.
V6E 0B6

Attn: Doug Reeve, Manager of Permitting and Regulatory Affairs
dreeve@chihongmining.com
(604) 620–6188 ext 805

Sincerely,
SELWYN CHIHONG MINING LTD.

Maurice Albert, VP External Affairs
March 4, 2015

Dear Chief and Council;

**Re: Selwyn Chihong Mining Ltd. – Howard’s Pass Access Road Land Use Permit Application**

Selwyn Chihong Mining Ltd. (SCML) is in the process of permitting and developing the Selwyn Project; a 35,000 tonne per day open pit mine producing zinc and lead concentrates. The Project is located at Howard’s Pass in the Selwyn Mountains between the Yukon and Northwest Territories (NT). The mine will be serviced by the Howard’s Pass Access Road (HPAR) which will be used to supply the mine and used as a part of the overall transportation route for shipping the concentrates.

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In order to advance the Project, SCML needs to improve the HPAR ahead of mine construction. The road needs to be improved to support the heavy loads and frequent traffic that will be required to successfully build the mine. Road improvements will require Type A Land Use Permits from the Mackenzie Valley Land and Water Board (MVLWB) and Parks Canada.

At present the HPAR is a single lane gravel road roughly three to four meters wide. SCML intends to enter the permitting process to allow improvements, including widening, straightening and reinforcement of the road structure. The road will be widened to eight to nine meters wide and the road subgrade substantially reinforced. Revisions to the alignment will be made locally to reduce curvature and improve driver visibility. This will allow the road to be used safely as a heavy haul road capable of supporting construction of the mine facilities and shipping of mine concentrates.

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Photo 1: Howard's Pass Access Road - current condition

Photo 2: Example of typical mine haul road

SCML intends to file permit applications for a Type A Land Use Permit for this work with the Mackenzie Valley Land and Water Board and Parks Canada by the end of April, 2015. For further information on the Project and planned permit application, please contact:

Selwyn Chihong Mining Ltd.
#2701-1055 W. Georgia St.
Vancouver, B.C.
V6E 0B6

Attn: Doug Reeve, Manager of Permitting and Regulatory Affairs
dreeve@chihongmining.com
(604) 620–6188 ext 805

Sincerely,

SELWYN CHIHONG MINING LTD.

Maurice Albert, VP External Affairs

cc: Kaska Dena Council
March 4, 2015

Dear Chief and Council;

Re: Selwyn Chihong Mining Ltd. – Howard’s Pass Access Road Land Use Permit Application

Selwyn Chihong Mining Ltd. (SCML) is in the process of permitting and developing the Selwyn Project; a 35,000 tonne per day open pit mine producing zinc and lead concentrates. The Project is located at Howard’s Pass in the Selwyn Mountains between the Yukon and Northwest Territories (NT). The mine will be serviced by the Howard’s Pass Access Road (HPAR) which will be used to supply the mine and used as a part of the overall transportation route for shipping the concentrates.

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Photo 1: Howard's Pass Access Road - current condition

Photo 2: Example of typical mine haul road

SCML intends to file permit applications for a Type A Land Use Permit for this work with the Mackenzie Valley Land and Water Board and Parks Canada by the end of April, 2015. For further information on the Project and planned permit application, please contact:

Selwyn Chihong Mining Ltd.
#2701-1055 W. Georgia St.
Vancouver, B.C.
V6E 0B6

Attn: Doug Reeve, Manager of Permitting and Regulatory Affairs
dreeve@chihongmining.com
(604) 620–6188 ext 805

Sincerely,
SELWYN CHIHONG MINING LTD.

Maurice Albert, VP External Affairs

cc: Kaska Dena Council
Dear Alison;

Re: Selwyn Chihong Mining Ltd. – Howard’s Pass Access Road Land Use Permit Application

Selwyn Chihong Mining Ltd. (SCML) is in the process of permitting and developing the Selwyn Project; a 35,000 tonne per day open pit mine producing zinc and lead concentrates. The Project is located at Howard’s Pass in the Selwyn Mountains between the Yukon and Northwest Territories (NT). The mine will be serviced by the Howard’s Pass Access Road (HPAR) which will be used to supply the mine and used as a part of the overall transportation route for shipping the concentrates.

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March 4, 2015

Alison dePelham, Executive Director
Dehcho First Nations
PO Box 89
Fort Simpson, NT
X0E 0N0
Two images are provided below for comparative purposes. One is of HPAR and shows an example of the current condition of the road. The other is an example of a typical mine haul road and is indicative of the type of road the Project will need to have to advance to the next stage of development.

Photo 1: Howard's Pass Access Road - current condition

Photo 2: Example of typical mine haul road

SCML intends to file permit applications for a Type A Land Use Permit for this work with the Mackenzie Valley Land and Water Board and Parks Canada by the end of April, 2015. For further information on the Project and planned permit application, please contact:

Selwyn Chihong Mining Ltd.
#2701-1055 W. Georgia St.
Vancouver, B.C.
V6E 0B6

Attn: Doug Reeve, Manager of Permitting and Regulatory Affairs
dreeve@chihongmining.com
(604) 620-6188 ext 805

Sincerely,

SELWYN CHIHONG MINING LTD.

Maurice Albert, VP External Affairs

cc: Roxanne Konisenta, Naha Dehe Dene Band