

Conservation and Water Stewardship

Environmental Stewardship Division
Environmental Approvals Branch
123 Main Street, Suite 160, Winnipeg, Manitoba R3C 1A5
T 204 945-8321 F 204 945-5229
www.gov.mb.ca/conservation/eal

File: 2435.40

September 10, 2014

Ms. Amelia Bauer Environmental Superintendent San Gold Corporation P.O. Box 1000 Bissett, MB R0E 0J0

Dear Ms. Bauer:

Re: San Gold Corporation – Environment Act Licence No. 2628 RR

Receipt of San Gold's September 3, 2014 letter and East Tailings Management Area Record Report Letter submitted by AECOM and San Gold's September 8, 2014 email with additional information is acknowledged.

Your request is to begin use of section 0+000 to 0+340 of the newly constructed dyke 9 of the tailings management area expansion. The AECOM record report letter certifies that the section of the dyke under consideration has been constructed according to the Drawings and Specifications for Phase I and Phase II of construction (AECOM, August of 2013 and AECOM, September 2013). The letter also states that the Construction and Performance Monitoring and Quality Control Program (AECOM, January 2014) was fully implemented. The AECOM Construction and Performance Monitoring and Quality Control Program meets the requirements of Clauses 17 and 18 of Environment Act Licence No. 2628 RR.

Additional information provided by San Gold states that the total volume of polishing pond water to be transferred to the newly constructed tailings management area (TMA) is 120,000 m³ and the polishing pond water will be fully contained within the TMA by the section of the dyke and the natural elevation sloping eastward.

In accordance with Clause 19 of the licence, approval to begin use of section 0+000 to 0+340 of dyke 9 is hereby granted in accordance with the information submitted and the limits, terms and conditions of Environment Act Licence No. 2628 RR.

If you have any questions, please contact me at 204-945-7012.

Yours truly,

"original signed by"

Jennifer Winsor, P.Eng. Environmental Engineer

c. Don Labossiere, Director – Environmental Compliance and Enforcement Branch,
 Manitoba Conservation and Water Stewardship
 Donna Smiley, Provincial Manager – Environmental Compliance and Enforcement
 Branch, Manitoba Conservation and Water Stewardship
 Diane Oertel, Regional Supervisor - Environmental Compliance and Enforcement
 Branch, Manitoba Conservation and Water Stewardship
 Public Registries