Ideal Cement Company Limited

P.O. Box 160 Vananda British Columbia VON 3K0 604 689-7627

APR 9 1987

BWG

April 7, 1987

J.C. Errington, P.Ag.
Senior Reclamation Inspector
Ministry of Energy, Mines &
Petroleum Resources
Parliament Buildings,
Victoria, B.C. V8V 1X4

Dear Sir;

RE: ANNUAL REPORT OF RECLAMATION

PERMIT NO. 66

IDEAL CEMENT COMPANY LTD.

TEXADA ISLAND

Please find enclosed report in connection with Ideal Cement Company Ltd. area covered by Permit No. 66.

Yours truly,

IDEAL CEMENT COMPANY LTD.

H.M. Diggon

Operations Manager

IDEAL CEMENT COMPANY LTD.

ANNUAL RECLAMATION REPORT

FOR

1986

AND

PROPOSED PROGRAMME FOR

1987

PERMIT NO. 66

APRIL 7, 1987

1.0 INTRODUCTION:

No underground work has been done on the permit area since our last report, however work was started on a limestone area to test a new customer. Waste material from the limestone operation covered by permit #15 is being crushed or shipped directly using existing facilities. The shore shiploading facilities are not currently being utilized.

2.0 MINING PROGRAM:

- 2.1 The limestone being quarried is a crystallized portion of the middle-lower member of the Triassic Marble Bay formation.
- 2.2 A 1 hectare area of immature natural re-growth was cleared and piled in preparation for burning. Five eighty foot deep percussion holes were drilled to test quality. Approximately 100 cubic metres of overburden and limestone mixture was dozed into a stockpile for future use.
- 2.3 It is anticipated that approximately two hectares will be cleared in 1987 assuming customer acceptance of the product. 8,853 tonnes were shipped in 1986.

3.0 RECLAMATION PROGRAM:

The area is active. There is no reclamation department on site.

4.0 FUTURE RECLAMATION PROGRAM:

Stockpiling of overburden suitable for future reclamation will continue.

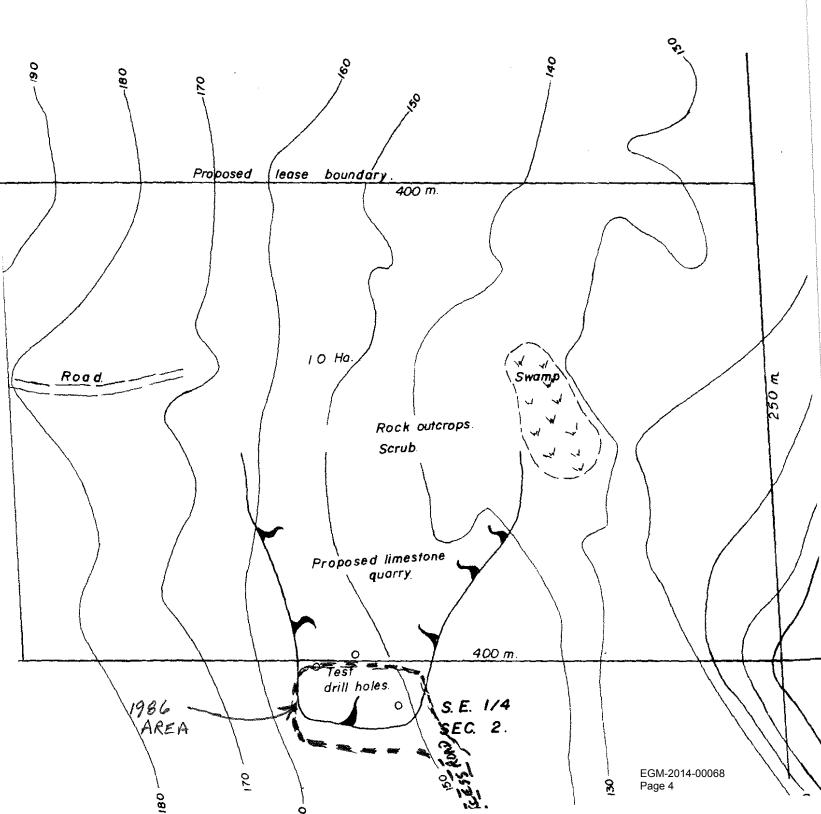
PLAN (PROPOSED QUARRY DE '_OPMENT TO ACCOMPANY AN APPLICATION FOR A LEASE OVER PART OF THE N.E. 1/4 SEC. 2. T. I. D.

SCALE = 1: 2000



THIS PLAN LIES WITHIN THE POWELL RIVER REGIONAL DISTRICT

N. E. 1/4 SEC. 2.



SUMMARY OF AREAS DISTURBED AND RECLAIMED TO DECEMBER 31, 1986

	MII	IING			RECLA	MATION			
DISTURBANCE	ARI DISTI (ha	JRBED	RECO:	REA NTOURED na)	SEEDED.	REA /PLANTED na)	FERT	REA ILIZED	Area where vegetation has been established for one or more years. (ha)
	1986	TOTAL*	1986	TOTAL*	1986	TOTAL*	1986	TOTAL*	TOTAL
ROADS	2.1	2.1							
ADMINISTRATION									
PLANT SITE									
PIT AREA	. 4	. 4							
WA E DUMPS									
TAILINGS PONDS									
STOCKPILES									
OTHER									
TOTAL									

								RECLA	AMATI(ON									
		RECON	REA ITOURE Ia)	ED				SEEDI	AREA ED/PLA (ha)	ANTED		AREA FERTILIZED (ha)							
37	1 9 88	19 89	19 90	1991	TOTAL	19 87	1988	1 9 89	1990	19 91	TOTAL	1987	1988	19 89	19 90	19 91	тот		

																	100		
History																			
, and a																			



Box 160 Van Anda, B.C. V0N 3K0 Ph: (604) 486-7627 Fx: (604) 486-7280

> MINISTRY OF ENERGY AND MINES

REC'D APR 2 6 2006

04

March 21, 2006

Ministry of Energy and Mines and Petroleum Resources 7th Floor - 1675 Douglas St. PO Box 9320 Stn Prov Govt Victoria, BC V8W 9N3

Attention: Dia

Diane Howe

Inspector of Mines, Reclamation

Dear Ms. Howe,

Re: Annual Reclamation Report - M-66

Please find herein for your review and approval the Annual Reclamation Report for Permit M-66.

We trust that this Plan is satisfactory. Should you have any questions, please do not he sitate to contact me.

Sincerely,

Texada Quarrying Ltd.

Harold M. Diggon

Manager

Attach.



Annual Reclamation Report for 2005

Company Name:

Texada Quarrying Ltd.

Name of Property:

Texada Aggregate Operation

Mines Act Permit Number: M-66

Date: January 3, 2006

ANNUAL RECLAMATION REPORT FOR 2005 TEXADA QUARRYING LTD.

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3.0 3.1	Environmental Protection and Reclamation Program Environmental Protection Program	
3.2	Reclamation Program	2
4.0	Future Reclamation Programs	2
5.0	Reclamation Liability Cost Estimates	2



1.0 Introduction

The long-term reclamation objective is to provide one or more land use capabilities that will support land uses similar to, but not necessarily the same as, the land uses in existence before quarrying activities were commenced. Land use capabilities under consideration could include associated and or other industrial activity over a period of hundreds of years. It is important to recognize that a Closure Plan was filed in 1977 and subsequently approved by the Ministry of Mines.

A Five Year Mine Plan for Permit M-66 has been submitted.

2.0 Quarrying Program

2.1 Surface Development to Date

The quarry and its required operating areas have disturbed approximately 10 ha (approx. 25 acres) as of December 31, 2005. See **Appendix A1 and A2** for details

- Material for the quarry is recycled form the old dumps from the open pit mine, augmented by drilling and blasting the solid rock material underneath the dump.
- The quarry has been developed in a series of benches, resulting in a terraced landscape. After blasting, the material is loaded on quarry trucks using front end loaders for transport to the aggregate crushing plant.
- The main quarry and operating areas do not intercept any defined watercourses on Texada Island.

2.2 Surface Development for 2005

Up to and including 2005, 2 ha (approx. 5 acres) were recycled for use in quarry activities and operations. Total quarry production during 2005 resulted in



approximately 200,000 tonnes of aggregate product for sale and shipment. See **Appendix A1 and A2** for details.

2.3 Surface Development for Next Five Years

Anticipated expansion of the quarry over the next five years, based on current rates of production, should require developing of approximately 5 ha (approx. 12.5 acres). Quarry expansion should continue at about 1 ha (approx. 2.5 acres) per year given current markets and operating conditions. See. **Appendix A1 and A2** for details.

3.0 Environmental Protection and Reclamation Program

3.1 Environmental Protection Program

TQL is conducting a water sampling and monitoring program for Permit M-66. The ARD & Sediment Control Annual Report for Permit M-66 was submitted to the BC Ministry of Energy and Mines in December of 2005.

3.2 Reclamation Program

TQL has submitted a Five Year Mine Plan for Permit M-66 for review and approval by BC Ministry of Energy and Mines. TQL is in the process of commissioning an aerial photograph for the site.

4.0 Future Reclamation Programs

Based on the dynamic nature of the operation, progressive reclamation strategies are not appropriate for this site. The quarry and all areas associated with its operations remain active and are projected to remain active for hundreds of years. As a result, the reclamation program is general in nature and is focused on an industrial next use.

5.0 Reclamation Liability Cost Estimates

See Appendix B for total estimate of outstanding reclamation liabilities.

SUMMARY OF AREAS DISTURBED AND RECLAIMED TO DECEMBER 31, 2005 (Appendix A1)

COMPANY: Texada Quarrying Ltd. PERMIT NO. M-66

	N	MINING					RECLA	MATION			
DISTURBANCE		AREA STURBED (ha)		AREA ONTOURED (ha)	SEEDI	AREA ED/PLANTED (ha)		AREA RTILIZED (ha)		AREA EGETATED* (ha)	LAND USE OBJECTIVE**
	2005	TOTAL***	2005	TOTAL***	2005	TOTAL***	2005	TOTAL***	2005	TOTAL***	_
WASTE DUMPS	n/a	n/a	0	0	0	0	0	0	0	0	n/a
TAILINGS PONDS	n/a	n/a	0	0	0	0	0	О	0	0	n/a
PLANT SITE	0	0	0	0	0	0	0	0	0	0	
ROADS	0	0	0	0	0	0	0	0	0	0	
ADMINISTRATION	0	0	0	0	0	0	0	0	0	0	
PIT AREAS	10.0	10.0	0	0	0	0	0	0	0	0	
STOCKPILES	0	0	0	0	0	0	0	0	0	0	
LINEAR (pipelines, powerlines, etc.)	0	0	0	0	0	0	0	0	0	0	
OTHER	0	0	0	0	0	0	0	0	0	0	n/a
TOTAL	10.0	10.0	0	0	0	0	0	0	0	0	

^{*} In order for an area to be recorded as "revegetated" it must have supported vegetation that will lead to the designated land use objective for at least one year.

^{**} Specify land use. Options include: forestry, grazing, wildlife habitat, recreation, agricultural, industrial, residential, and other.

^{***} Total up to December 31, 2005.

FIVE YEAR PROJECTION OF ANTICIPATED MINING AND RECLAMATION (Appendix A2)

COMPANY: Texada Quarrying Ltd PERMIT NO.: M-66

			MIN	NING										R	ECLA	AMA	ΓΙΟΝ							
			DIST	REA URBED ha)				***************************************	RECON	REA TOURE ha)	ED.			S	SEEDED	REA /PLANT	ED	7001			FER'	REA FILIZED (ha))	
YEAR	2006	07	08	09	10	Total	06	07	08	09	10	Total	06	07	08	09	10	Total	06	07	08	09	10	Total
WASTE DUMPS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
TAILINGS PONDS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
PLANT SITE	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ROADS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ADMINISTRATION	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
PIT AREAS	11	1	1	1	1	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
STOCKPILES	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
LINEAR (pipelines, powerlines, etc.)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
OTHER	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	11	1	1	1	1	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

5yr Projection

Version 3.5

Appendix B

Project Name:

TQL Texada Aggregate Operation

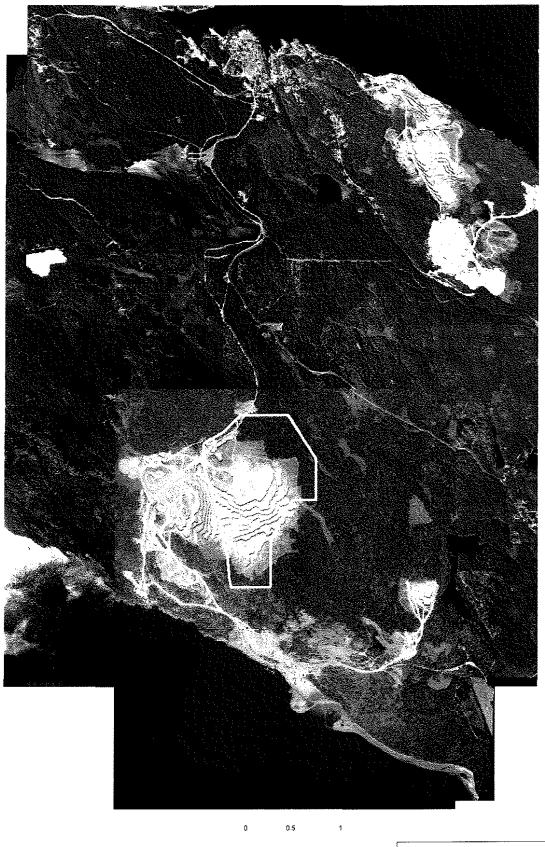
Permit #: M-66

Costing Year: 2005

		AREA (H	ia)		RECLAN	MATION PRESCR	IPTION	-
Mine Activity	Total	Perm.	Current	To be	Site	Revegetation	Maintenance	Total
Category	Disturbed	Disturb.	Reclaimed	Reclaimed	Preparation			Cost
AREA DISTURBANCE	10	10	0	10	14 Ft. 1/44/4*********************************			
Dump Face Resloping								
Resloping	10	10	0	10	\$22,000	\$11,000	\$6,000	\$39,000
Master 1				0	\$0	\$0	\$0	\$0
Master 2				0	\$0	\$0	\$0	\$0
Master 3				0	\$0	\$0	\$0	\$0
Master 4				0	\$0	\$0	\$0	\$0
Master 5				0	\$0	\$0	\$0	\$0
Master 6				0	\$0	\$0	\$0	\$0
Master 7				0	\$0	\$0	\$0	\$0
Master 8				0	\$0	\$0	\$0	\$0
Master 9				0	\$0	\$0	\$0	\$0
Master 10				0	\$0	\$0	\$0	\$0
Master 11				0	\$0	\$0	\$0	\$0
Master 12				0	\$0	\$0	\$0	\$0
Master 13				0	\$0	\$0	\$0	\$0
Master 14				0	\$0	\$0	\$0	\$0
TOTAL	10.00	10.00	0.00	10.00	\$22,000	\$11,000	\$6,000	\$39,000
LUMP SUM ITEMS								
ARD Capital Costs								\$0
Mill Building					,			\$C
Admin. Building		· · · · · · · · · · · · · · · · · · ·		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				\$0
Mill								\$0
Silos								\$0

31-Mar-06

Structures	\$0
Power line	\$0
Conveyor	\$0
Stockpiles	\$0
Sealing of Openings	\$0
HaulingSurface Materials	\$0
Optional Item 1	\$0
Optional Item 2	\$0
Optional Item 3	\$0
Optional Item 4	\$0
Optional Item 5	\$0
Optional Item 6	\$0
Optional Item 7	\$0
POST CLOSURE COSTS	\$0
Present Value	\$0
TOTAL	\$39,000



CONFIDENTIAL - FOR LAFARGE USE ONLY

N

	LAFARGE NORTH AMERICA	
	Lafarge	
pak: 200+0607	Surface Tenures	
By: Pred Lowe	Surrace Temares	
Office : Egwkin	Texada Island, BC	
Reusion: 3		
Scale: 125 000	Protection: OTH Zone SI (NA) EII	
	Drawing: TEXTEGM-2014-00 Page 16	06



Box 160 Van Anda, B.C. V0N 3K0 Ph: (604) 486-7627 Fax: (604) 486-7280

April 15, 2008

Ministry of Energy and Mines and Petroleum Resources 7th Floor - 1675 Douglas St. PO Box 9320 Stn Prov Govt Victoria, BC V8W 9N3

Attention: Diane Howe

Senior Reclamation Scientist

Dear Ms. Howe,

Re: Annual Reclamation Report - M-66

Please find herein for your review and approval the Annual Reclamation Report for Permit M-66.

We trust that this Plan is satisfactory. Should you have any questions, please do not hesitate to contact me.

Sincerely,

Texada Quarrying Ltd.

Rolly Thorpe, P.Eng

Quarry Development Manager

Attach.



Annual Reclamation Report for 2006 and 2007

Company Name:

Texada Quarrying Ltd.

Name of Property:

Texada Aggregate Operation

Mines Act Permit Number: M-66

Date:

April 15, 2008

ANNUAL RECLAMATION REPORT FOR 2006 AND 2007 TEXADA QUARRYING LTD.

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2.2	Surface Development for 2006 and 2007	. 1
2.3	Surface Development for Next Five Years	. 2
3.0	Environmental Protection and Reclamation Program	. 2
3.1	Environmental Protection Program	. 2
3.2	Reclamation Program	. 2
4.0	Future Reclamation Programs	2
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1.0 Introduction

The long-term reclamation objective is to provide one or more land use capabilities that will support land uses similar to, but not necessarily the same as, the land uses in existence before guarrying activities were commenced. Land use capabilities under consideration could include associated and/or other industrial activity over a period of hundreds of years. It is important to recognize that a Closure Plan was filed in 1977 and subsequently approved by the Ministry of Mines.

2.0 Quarrying Program

2.1 Surface Development to Date

The guarry and its required operating areas have disturbed approximately 12 ha (approx. 30 acres) as of December 31, 2007. See Table 1 for details.

- Material for the quarry is recycled form the old dumps from the open pit mine, augmented by drilling and blasting the solid rock material underneath the dump.
- The quarry has been developed in a series of benches, resulting in a terraced landscape. After blasting, the material is loaded on quarry trucks using front end loaders for transport to the aggregate crushing plant.
- The main quarry and operating areas do not intercept any defined watercourses on Texada Island.

2.2 Surface Development for 2006 and 2007

Up to and including 2007, 2 ha (approx. 5 acres) were recycled for use in guarry activities and operations. Total guarry production during 2007 resulted in approximately 1,469,587 tonnes of aggregate product for sale and shipment. See Table 1 for details.

EGM-2014-00068 Issued April 15, 2008 Page 20



2.3 Surface Development for Next Five Years

Anticipated expansion of the quarry over the next five years, based on current rates of production, should require developing of approximately 5 ha (approx. 12.5 acres). Quarry expansion should continue at about 1 ha (approx. 2.5 acres) per year given current markets and operating conditions. See Table 4 for details.

3.0 Environmental Protection and Reclamation Program

3.1 Environmental Protection Program

TQL is conducting a water sampling and monitoring program for Permit M-66. ARD control works manage the surface runoff. Monitoring wells were installed to test the ground water for metal concentration. The ARD control works are in compliance with conditions of Permit M-66.

3.2 Reclamation Program

TQL has submitted a Five Year Mine Plan for Permit M-66 for review and approval by BC Ministry of Energy and Mines in 2006.

4.0 Future Reclamation Programs

Based on the dynamic nature of the operation, progressive reclamation strategies are not appropriate for this site. The quarry and all areas associated with its operations remain active and are projected to remain active for hundreds of years. As a result, the reclamation program is general in nature and is focused on an industrial next use.

5.0 Reclamation Liability Cost Estimates

See Appendix A for total estimate of outstanding reclamation liabilities.

EGM-2014-00068 Issued April 15, 2008 Page 21

TABLE 1
SUMMARY OF AREAS DISTURBED AND RECLAIMED TO DECEMBER 31, 2007

COMPANY: Texada Quarrying Ltd. PERMIT NO. M-66

	N	MINING					RECLA	AMATION			
DISTURBANCE		AREA STURBED (ha)		AREA NTOURED (ha)	SEEDEL	REA D/PLANTED (ha)	FER'	AREA FILIZED (ha)	REVEC	AREA GETATED* (ha)	LAND USE OBJECTIVE**
	2007	TOTAL***	2007	TOTAL***	2007	TOTAL***	2007	TOTAL***	2007	TOTAL***	-
WASTE DUMPS	0	0	0	0	0	0	0	0	0	0	
TAILINGS PONDS	0	0	0	0	0	0	0	0	0	0	
PLANT SITE	0	0	0	0	0	0	0	0	0	0	
ROADS	0	0	0	0	0	0	0	0	0	0	
ADMINISTRATION	0	0	0	0	0	0	0	0	0	0	
PIT AREAS	12.0	12.0	0	0	0	0	0	0	0	0	
STOCKPILES	0	0	0	0	0	0	0	0	0	0	
LINEAR (pipelines, powerlines, etc.)	0	0	0	0	0	0	0	0	0	0	
OTHER	0	0	0	0	0	0	0	0	0	0	
TOTAL	12.0	12.0	0	0	0	0	0	0	0	0	

^{*} In order for an area to be recorded as "revegetated" it must have supported vegetation that will lead to the designated land use objective for at least one year.

^{**} Specify land use. Options include: forestry, grazing, wildlife habitat, recreation, agricultural, industrial, residential, and other.

^{***} Total up to December 31, 2007.

TABLE 4
FIVE YEAR PROJECTION OF ANTICIPATED MINING AND RECLAMATION

COMPANY: Texada Quarrying Ltd. FERMIT NO.: M-00	COMPANY:	Texada Quarrying Ltd.	PERMIT NO.:	M-66	
---	----------	-----------------------	-------------	------	--

			MIN	VING										R	.ECL	AMA'	ΓΙΟΝ							
			DIST	REA URBED ha)					RECON	REA TOURE ha)	ED			S	SEEDED	REA /PLANT (ha)	ED				FER	REA TILIZEI (ha))	
YEAR	2008	09	10	11	12	Total	2008	09	10	11	12	Total	2008	09	10	11	12	Total	2008	09	10	11	12	Total
WASTE DUMPS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
TAILINGS PONDS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
PLANT SITE	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ROADS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ADMINISTRATION	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
PIT AREAS	13	1	1	1	1	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
STOCKPILES	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
LINEAR (pipelines, powerlines, etc.)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
OTHER	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	13	1	1	1	1	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

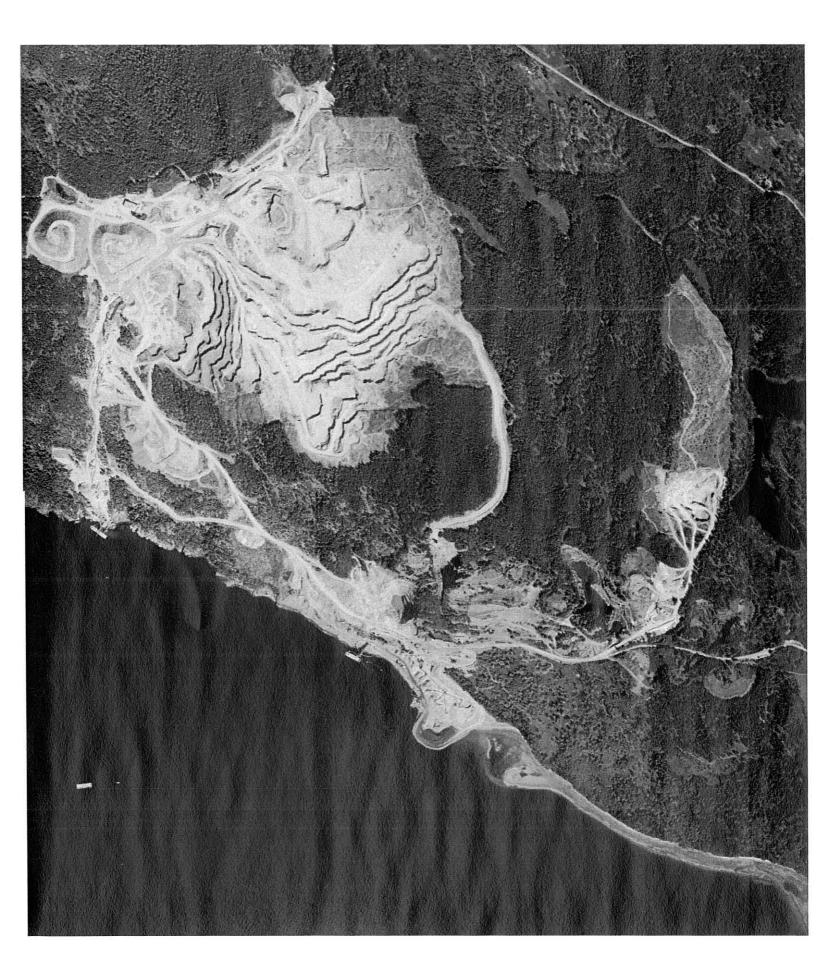
SUMMARY

Version 3.5.1		15-Apr
Appendix A		5:18 F
Project Name:	Texada Quarrying Ltd.	
Permit #:	M-66	
	2006 & 2007	

RECLAMATION PRESCRIPTION

AREA (ha)

Mine Activity	Total	Perm.	Current	To be Site Revegetation Mai Reclaimed Preparation		Maintenance	Total Cost	
Category AREA DISTURBANCE	Disturbed	Disturb.	Reclaimed 0	Reclaimed 12	Preparation			Cost
Dump Face Resloping	12	12	0	12				
Resloped	12	12	0	12	\$26,400	\$13,200	\$7,200	\$46,800
Master 1	12	12	0	0	\$26,400	\$13,200	\$7,200	
Master 2				0	\$0	\$0	\$0	\$0 \$0
					\$0	\$0	\$0	\$0
Master 3				0	\$0	\$0	\$0	\$0
Master 4							\$0	
Master 5				0	\$0	\$0	\$0	\$0
Master 6				0	\$0	\$0		\$0 \$0
Master 7				0	\$0	\$0	\$0	
Master 8				0	\$0	\$0	\$0	\$0
Master 9				0	\$0	\$0	\$0	\$0
Master 10				0	\$0	\$0	\$0 -\$0	\$0
Master 11				0	\$0	\$0		\$0
Master 12				0	\$0	\$0	\$0	\$0
Master 13				0	\$0	\$0	\$0	\$0
Master 14	40.00	40.00	0.00	0	\$0	\$0	\$0	\$0
TOTAL	12.00	12.00	0.00	12.00	\$26,400	\$13,200	\$7,200	\$46,800
LUMP SUM ITEMS								
ARD Capital Costs								\$0
Mill Building								\$0
Admin. Building								\$0
Mill								\$0
Silos								\$0
Structures								\$0
Power line								\$0
Conveyor								\$0
Stockpiles								\$0
Sealing of Openings								\$0
HaulingSurface Materials								\$0
Optional Item 1								\$0
Optional Item 2								\$0
Optional Item 3								\$0
Optional Item 4								\$0
Optional Item 5								\$0
Optional Item 6								\$0
Optional Item 7					-			\$0 \$0
POST CLOSURE COSTS								\$0
Present Value								\$0
								646.000
TOTAL								\$46,800





Box 160 Van Anda, B.C. V0N 3K0 Ph: (604) 486-7627 Fax: (604) 486-7280

March 26, 2009

Ministry of Energy and Mines and Petroleum Resources 7th Floor - 1675 Douglas St. PO Box 9320 Stn Prov Govt Victoria, BC V8W 9N3

Attention:

Diane Howe

Senior Reclamation Scientist

Dear Ms. Howe,

Re: Annual Reclamation Report - Q-15

Please find herein for your review and approval the Annual Reclamation Report for Permit Q-15.

We trust that this Report is satisfactory. Should you have any questions, please do not hesitate to contact me.

Sincerely,

Texada Quarrying Ltd.

Rolly Thorpe, P.Eng

Quarry Development Manager

Attach.



Annual Reclamation Report for 2008

Company Name:

Texada Quarrying Ltd.

Name of Property:

Texada Island Limestone & Rock Products Quarry

Mines Act Permit Number: Q-15

Date:

March 26, 2009

ANNUAL RECLAMATION REPORT FOR 2008

TEXADA QUARRYING LTD.

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3.1	Environmental Protection Program	. 3
3.2	Reclamation Program	. 3
4.0	Future Reclamation Programs	. 3
5.0	Reclamation Liability Cost Estimates	. 3



1.0 Introduction

Given the long term sustainability of this site, a typical reclamation model is difficult to apply. The quarry and all areas associated with its operation remain active and are projected to remain active for hundreds of years. As a result, the reclamation program is general in nature. A long-term objective is to provide for a wide range of industrial uses over a period of hundreds of years.

2.0 Quarrying Program

2.1 Surface Development to Date

The quarry and its operating areas have disturbed approximately 265 ha (approx. 655 acres) as of December 31, 2008. See **Table 1** for details.

- The quarry and operating areas are situated within a massive limestone deposit. The limestone deposit is cut primarily by vertical or near-vertical dioritic dyke intrusions and site conformably on a volcanic base. Starting at sea level, the south end of the deposit dips at -12° to the north. The average surface elevation in the active quarry area is about 230 metres (750 feet) above sea level. Overburden cover in the permit area is minimal.
- The quarry has been developed in a series of benches, resulting in a terraced landscape. Drilling and blasting is the primary technique employed in the quarry for removing limestone. New areas in the quarry are cleared by harvesting the merchantable trees and small amounts of



overburden are salvaged and stockpiled before drilling and blasting.

After blasting, the broken limestone is loaded on quarry trucks using front end loaders for direct haul to the main crushing plant.

 The main quarry and operating areas do not intercept any defined watercourses on Texada Island. Sediment control works manage the surface runoff captured or interrupted by surface disturbances in the main quarry and its operating areas.

2.2 Surface Development for 2008

During 2008, an additional 10 ha (approx. 25 acres) were cleared for use in quarry activities and operations. Total quarry production during 2008 resulted in 4,536,000 tonnes of limestone product for sale and shipment. See **Table 1** for details.

2.3 Surface Development for Next Five Years

Anticipated expansion of the quarry over the next five years, based on current rates of production, should require the clearing and opening of approximately 25 ha (approx. 62 acres). In 2009, expansion is estimated to be 5 ha (approx. 12.5 acres). For the following 4 years (2010 to 2014), quarry expansion is expected to continue at about 5 ha (approx. 12.5 acres) per year given current markets and operating conditions. See **Table 4** for details.



3.0 Environmental Protection and Reclamation Program

3.1 Environmental Protection Program

TQL is conducting a water sampling and monitoring program for Permit Q-15. Sediment control works manage the surface runoff captured or interrupted by surface disturbances in the main quarry and its operating areas. Discharges from the control works are in compliance with conditions of Permit Q-15.

3.2 Reclamation Program

The main quarry and all operating areas remain active. Available overburden matter is salvaged and stockpiled at this time in designated locations for future reclamation.

4.0 Future Reclamation Programs

Based on the dynamic nature of the operation, progressive reclamation strategies are not appropriate for this site. The quarry and all areas associated with its operations remain active and are projected to remain active for hundreds of years. As a result, the reclamation program is general in nature and is focused on an industrial next use.

5.0 Reclamation Liability Cost Estimates

See Appendix A for total estimate of outstanding reclamation liabilities.

TABLE 1
SUMMARY OF AREAS DISTURBED AND RECLAIMED TO DECEMBER 31, 2008

COMPANY:	Texada Quarrying	PERMIT NOQ-15
MINING	RECL	ΔΜΑΤΙΩΝ

	MI	NING	RECLAMATION										
DISTURBANCE	DIST	REA URBED (ha)	RECO	AREA NTOURED (ha)	SEEDE	AREA D/PLANTED (ha)	FER'	REA TILIZED (ha)	REVE(AREA GETATED* (ha)	LAND USE OBJECTIVE**		
	2008	TOTAL***	2008	TOTAL***	2008	TOTAL***	2008	TOTAL***	2008	TOTAL***			
WASTE DUMPS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a			
TAILINGS PONDS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a			
PLANT SITE	0	5.0	0	0	0	0	0	0	0	0			
ROADS	0	7.5	0	0	0	0	0	0	0	0			
ADMINISTRATION	0	1.0	0	0	0	0	0	0	0	0			
PIT	10.0	238.5	0	0	0	0	0	0	0	0			
STOCKPILES	0	10.0	0	0	0	0	0	0	0	0			
LINEAR	0	3.0	0	0	0	0	0	0	0	o			
OTHER	0	0	0	0	0	0	0	0	0	0	***************************************		
TOTAL	10.0	265.0	0	0	0	0	0	0	0	0			

EXEMPT	0	ha
ie pit high walls		

^{*} In order for an area to be recorded as "revegetated" it must have supported vegetation that will lead to the designated land use objective for at least one year.

^{**} Specify land use. Options include: forestry, grazing, wildlife habitat, recreation, agricultural, industrial, residential, and other.

^{***} Total up to December 31, 2008.

TABLE 4
FIVE-YEAR PROJECTION OF ANTICIPATED MINING AND RECLAMATION

COMPANY:	「exada Quarrying	_ PERMIT NO.:	Q-15
	/ V		

			MIN	IING		RECLAMATION																		
			DIST	REA JRBED na)			AREA RECONTOURED (ha)						AREA SEEDED/PLANTED (ha)						AREA FERTILIZED (ha)					
YEAR	2009	10	11	12	13	Total	2009	10	11	12	13	Total	2009	10	11	12	13	Total	2009	10	11	12	13	Total
WASTE DUMPS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
TAILINGS PONDS	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
PLANT SITE	5	0	0	0	0	5	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ROADS	7.5	0	0	0	0	7.5	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
ADMINISTRATION	1	0	0	0	0	1	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
PIT AREAS	243.5	5	5	5	5	263. 5	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
STOCKPILES	10	0	0	0	0	10	0	0	0	0	0	0	0	0	0	0	Ō	0	0	0	0	0	0	0
LINEAR (pipelines, powerlines, etc.)	3	0	0	0	0	3	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
OTHER	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
EXEMPT (ie Pit high walls)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	270	0	0	0	0	290	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

SUMMARY

Version 3.5.1								30-Mar-09					
Appendix A								12:02 PM					
	1												
Project Name:		rying - Texa	da Island Lime	estone and Ag	gregate Quarry								
Permit #:	Q-15												
Costing Year:	2008												
	AREA (ha) RECLAMATION PRESCRIPTION												
Mine Activity	Total Perm. Current To be Site Revegetation Maintenance												
Category	Disturbed	Disturb.	Reclaimed	Reclaimed	Preparation	.toragaianon		Total Cost					
AREA DISTURBANCE	265	265	0	265									
Dump Face Resloping													
Resioned	265	265	0	265	\$600,300	\$300,100	\$163,700	\$1,064,10					
Master 1		200	·	0	\$0	\$0	\$0	\$					
Master 2				0	\$0	\$0	\$0						
Master 3				0	\$0	\$0	\$0						
Master 4			•	0	\$0	\$0	\$0						
Master 5				0	\$0	\$0	\$0	<u>`</u>					
Master 6	 			0	\$0	\$0	50	\$					
Master 7				0	\$0	\$0	\$0	\$					
Master 8				0	\$0	\$0	\$0	\$					
Master 9				0	\$0	\$0	\$0	\$					
Master 10				0	\$0	\$0	\$0	\$					
Master 11				0	\$0	\$0	\$0	\$					
Master 12	l		1	0	\$0 \$0	\$0 \$0	\$0	\$					
Master 13				0	\$0 \$0	\$0	\$0	\$					
Master 14				0	\$0 \$0	\$0	\$0	\$					
TOTAL	265.00	265.00	0.00	265.00	\$600,300	\$300,100	\$163,700	\$1,064,10					
LUMP SUM ITEMS	200.001	200.001	0.001	100.003	4000,000	\	<u> </u>	VI,00 II.0					
ARD Capital Costs								\$					
Mill Building								 \$					
Admin. Building								\$160,50					
Mill								\$ 100,50					
Silos					·			\$					
Structures								\$802,50					
Power line								\$107,00					
Conveyor								\$428,00					
Stockpiles								\$240,80					
Sealing of Openings								\$240,50					
HaulingSurface Materials								\$454,80					
Optional Item 1								\$4,04,00					
Optional item 2								\$					
Optional Item 3													
Optional item 4								\$					
Optional item 4 Optional item 5								\$					
Optional Item 6								\$					
Optional item 7								\$					
								<u> </u>					
POST CLOSURE COSTS Present Value								ა \$					
rresent value								Ф					
TOTAL								\$3,257,70					
IOTAL							L	ال ا ا دعامه					