Eichenberger, Kathy MEM:EX

From: Howe, Diane J MEM:EX

Sent: Wednesday, December 14, 2016 11:47 AM

To: Eichenberger, Kathy MEM:EX

Subject: FW: Chieftain Metals Inc. / Chieftain Metals Corp.

Attachments: TOR01 -#6484271-v1-West FaceChieftain - Order of Justice Newbould dated

September 6, 2016.PDF; TOR01 -#6484274-v1-West FaceChieftain - Endorsement of

Justice Newbould dated September 6, 2016.PDF

Regards, Diane

Diane Howe, M.A. Sc., P.Geo
Deputy Chief Inspector of Mines , Reclamation and Permitting
Ministry of Energy and Mines, Victoria
250-952-0183
www.gov.bc.ca/minepermitting



From: Bando, Bruce [mailto:Bruce.Bando@ca.qt.com]

Sent: Tuesday, September 13, 2016 2:15 PM

To: Hoffman, Al MEM:EX

Cc: Howe, Diane J MEM:EX; Flynn, Doug MEM:EX; Leonard Griffiths (GriffithsL@bennettjones.com); Krieger, Jonathan;

Kwon, Jennifer

Subject: Chieftain Metals Inc. / Chieftain Metals Corp.

Hi Al,

We wish to confirm that on September 6, 2016, Mr. Justice Newbould of the Ontario Superior Court of Justice issued an order appointing Grant Thornton Limited as Receiver of Chieftain Metals Inc. and Chieftain Metals Corp. A copy of the Court Order and Endorsement is attached. Material relating to the receivership can be found at:

http://www.grantthornton.ca/Chieftain Metals

Following the various correspondence of Terry Zanger, we would like to have a call with you to discuss the various concerns of the Province as well as establish communications and processes for the future. As our legal counsel, Leonard Griffiths of Bennett Jones, will be on the call, you may wish to have your counsel on the line as well.

Please let us know what days and times work for you this week. We will coordinate and send you a calendar invite with a call-in number.

Thank you,

Bruce S. Bando, CPA, CA, CIRP, LIT | Vice President
Grant Thornton Limited
11th Floor | 200 King Street West | Box 11 | Toronto | ON | M5H 3T4
T +1 416 369 6418 | C +1 647 403 9131 | F +1 416 360 4949
E Bruce.Bando@ca.gt.com | W http://www.grantthornton.ca/





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By Email: Diane.Howe@gov.bc.ca

November 7, 2016

Ministry of Energy and Mines Mining and Minerals Division 6th Floor 1810 Blanshard Street Victoria, BC

Attention: Diane Howe, M.A. Sc., P.Geo

Deputy Chief Inspector of Mines Reclamation and Permitting

Dear Ms. Howe:

RE: Chieftain Metals Inc. and Chieftain Metals Corp.

We are concerned that there may be some misunderstanding about the situation regarding Chieftain Metals Inc. ("CMI"), Chieftain Metals Corp. ("CMC") and the Tulsequah mine site, and we write to reconfirm our position and certain facts.

We appreciate the discussions you have had with us regarding these matters and the assistance and guidance you have provided. As we have discussed, Grant Thornton Limited, as the receiver and manager appointed under the September 6, 2016 Order of Ontario's Superior Court of Justice (Commercial List), is in the process of selling the assets of CMI and CMC, including the mine site. As we have also discussed, in our view, it is in everyone's best interest for us to work together to obtain a buyer, which would provide the best opportunity to achieve the government's objectives, including having the mine site managed in a safe manner that protects the environment. It is important that steps not be taken to impair the assets of CMI and CMC, including the mine site and related permits, for example.

You had indicated in your October 24, 2016 letter to Chieftain Metals Inc., c/o Grant Thornton Ltd. (copied to Al Hoffman, Doug Flynn, Tania Demchuk, Neil Bailey, Heather Wellman, Barbara Thomson, Kathy Eichenberger, and Trevor Williams (Taku River Tlingit First Nations)) that the Court had appointed a receiver and manager to take possession and control of all properties owned by CMI (emphasis added). As we indicated in our discussions and in my October 26, 2016 email, the Receiver has not taken possession of the mine (and is not obliged to do so under the Court's Order), and as such the Receiver is not in a position to appoint a mine manager (emphasis added).

Grant Thornton Limited 11 Floor, 200 King Street West Box 11 Toronto, ON M5H 3T4 T (416) 366-0100 F (416) 360-4949 www.GrantThornton.ca Your October 25th email also suggested that you had questions about who is responsible for the site. This also comes up in your inspection report and order, where you are making orders to CMI, which is not in a position to respond. Again, the Receiver has not taken possession of the mine site, and does not intend to do so, which is why we have engaged with you and others in the BC government to determine what, if anything, needs to be done and to figure out how to have that happen, all in compliance with the Court Order, and to avoid impairment of the assets.

We appreciate the discussions we have had and hope we can continue to work together with you and others. You have indicated that you have been busy with other matters, which has made it difficult for us to have discussions, but we hope to be able to do so in order to avoid any issues.

To briefly recap, as indicated in my September 6, 2016 email to you and others in the BC government, the Court Order was made under the federal Bankruptcy and Insolvency Act. The Order expressly stated (emphasis added):

- The Receiver is not authorized or permitted to operate or conduct the business of CMI and CMC, but is authorized, without obligation, to take steps to protect, preserve and secure the Tulsequah Project;
- No proceeding (proceeding or enforcement process in any court or tribunal) can be commenced or continued against the Receiver or CMI or CMC or the Property except on consent or with leave of the Court;
- No Person (which includes any individual, firm, corporation, governmental body or agency) shall discontinue, alter, interfere with, repudiate or terminate any licence or permit in favour of or held by CMI or CMC without consent of the Receiver or leave of the Court;
- Nothing requires the Receiver to occupy or take control, care, charge, possession or management of any Property that might be contaminated, might be a pollutant or a contaminant, or might cause or contribute to a spill, discharge, release or deposit of a substance contrary to Environmental Legislation (which is broadly defined);
- The Receiver shall not, as a result of the Order or anything done in pursuance of the Receiver's duties and powers under the Order, be deemed to be in possession of any of the Property within the meaning of any Environmental Legislation;
- The Receiver shall not be liable for any mine closure or environmental and land rehabilitation-related liabilities or obligations related to the Property, including under the BC Mines Act or regulations or codes thereunder, or pursuant to any order or direction issued under Environmental Legislation.

During our September 23, 2016 phone conference (which included our respective counsel), we confirmed the Receiver has not taken possession and will not be taking possession of the mine site. We indicated our desire to work with the BC government to sell the mine so that matters



could be addressed in due course by a buyer. In that call, in response to a question as to whether there was any work required, you said there was none. You indicated that the MEM and MOE would be having a site visit during the following week to "get the lay of the land", principally to check on security of the site, including chemicals that may be stored there, and you would report back whether there were any issues or concerns, such as a discharge from the underground mine. You also indicated that an aquatics assessment was being completed by the MEM and MOE, but that CMI's report said there were no significant issues. We also indicated there are four letters of credit posted by CMI in favour of government agencies, including \$1.2 million for the Minister of Finance and about \$750,000 for the DFO. You indicated that the Chief Inspector's office would be using the security funding to conduct remedial work, if needed, and if a sale occurs, the security would be returned in exchange for new security.

In your September 29, 2016 email, you indicated:

- #44 Air strip Camp: not in great shape; weather is taking its toll, no vandalism.
- #47 Red building water treatment facility in good shape, no vandalism.
- #50 is the primary concern. Water discharging from the lower portal is contained in a pond that is overflowing. Will check with geotechnical engineers regarding any immediate concerns. MOE sampled from the bank were water is running over the road into the Tulsequah River.
- #67 lots of chemicals stored on site. Some are packaged away in sea cans, some
 individual containers have been covered with tarps. Some tarps are ripped, but the
 chemical containers are intact.

In a follow up October 4, 2016 phone conference with you and our counsel, you indicated there were no significant changes that you noted in your recent site visit from what was seen in the last site visit last year, as well as indicated:

- The water was clear (not red), and thus it appeared iron was settling out in the pond.
- The camp is in poor condition, with buildings accessible with materials inside, but there were no indications of people coming in to remove anything.
- There are some chemicals, with few bags that are covered, which appear to be in good shape.
- The water treatment plant is secure.

We asked about next steps, and you said the MOE has a contract to do an aquatic assessment program.

In your October 18, 2016 email you said you were coordinating a call with counsel, as there were questions you needed to sort out, such as who is the responsible party for the mine and

where do inspection reports/orders get sent. We had provided dates and times regarding our availability for a call, but we had not heard back from you.

In my October 20, 2016 email to you, in response to your request to use emergency bunks at the site for a visit, we reconfirmed that the Receiver has not taken possession of the Tulsequah Project, but that we did not see an issue for your contract crew to use the bunks as emergency shelter (at their risk, with damage caused being their responsibility).

Matters for Discussion

In your October 25, 2016 email, you attached the MEM's inspection report, and indicated there were a couple of issues that will need immediate attention and a response by someone by November 8, 2016 regarding a plan going forward. You asked us to contact you if I had questions or concerns about the report, which we did. We subsequently emailed you at differing times to try to set up a call, but did not hear back from you. In particular, in light of the Court Order, and given the Receiver has not taken possession of the mine site, and does not intend to do so, we discussed how the orders you had made would be addressed. The Receiver is not in a position to appoint a mine manager and we did not believe a manager was required as the only steps that appeared to be required were the sampling and testing being undertaken by the MOE, and the related aquatics assessment that the MEM and MOE were completing. Given the mine site has been in care and maintenance since 2012, this made sense to us.

Thank you for discussing this with us by phone, which we confirmed in my October 26, 2016 email. In particular, you confirmed that the MOE will be performing an aquatic assessment, which relates specifically to the creek, so there is no need to enter onto the mine site except in the event of an emergency overnight stay. We also corrected your statement that the Receiver had taken possession of the site, which was not the case. But we confirmed that we do not object to your attendance at the site, but any visit would be at your and your contactor's risk, who would also be responsible for any damages.

At this time, you indicated that you would have internal consultations regarding the necessity of attending to the matters in the report now, which we indicated we hoped would result in the orders being withdrawn (or revised). This is a matter of urgency, given the dates in your report and orders.

You had made reference to a possibility that the mine might be closed, which suggested something might happen with the permits. We trust that will not occur, including given the provision in the Court Order that no person, including a governmental body or agency shall discontinue, alter, interfere with, repudiate or terminate any licence or permit in favour of or held by CMI or CMC without consent of the Receiver or leave of the Court. We realize you are very busy and have been unable to get back to us regarding our discussions and my email of October 26, 2016 (and October 31st and November 3rd emails), but in light of your November 8th deadline, I wanted to ensure we spoke to avoid any issue.



Again, we appreciate your assistance, and look forward to speaking to you as soon as possible.

Yours truly,

Grant Thornton Limited

In its capacity as Court-appointed Receiver of Chieftain Metals Inc. and Chieftain Metals Corp. and not in its personal or corporate capacity

Per:

Bruce S. Bando, CPA, CA, CIRP, LIT Vice President From: Mark Laugesen

To: Howe, Diane J MEM:EX

Cc: Leonard Griffiths; Bando, Bruce

Subject: Chieftain - Tulsequah site

Date: Tuesday, October 4, 2016 2:35:29 PM

Attachments: <u>image001.png</u>

Diane:

I write to follow up on a point I raised in our call this afternoon. Will you please provide us with:

- 1. copies of the permit(s) related to the Letter of Credit which was drawn upon (including Permit # M-232, but others as well if applicable);
- details on the default(s) under Permit # M-232;
- 3. a description of what the funds drawn upon have been used for to date, and what they will be used for in future, along with confirmation that MEM will provide us with regular reporting regarding utilization of such funds.

Best to direct your response to Bruce with a copy Len and me please.

Thank you.

Regards.

Mark



Mark S. Laugesen Partner, Bennett Jones LLP

3400 One First Canadian Place, P.O. Box 130, Toronto, ON, M5X 1A4 P. 416 777 4802 | F. 416 863 1716 E. laugesenm@bennettjones.com

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s.14

From: Bando, Bruce

To: Howe, Diane J MEM:EX

Cc: Mark Laugesen; Leonard Griffiths (GriffithsL@bennettjones.com); Krieger, Jonathan; Kwon, Jennifer

Subject: Chieftain Metals Inc. and Chieftain Metals Corp.

Date: Monday, November 7, 2016 12:51:36 PM

Attachments: <u>image005.jpg</u>

image006.jpg

MEM November 7 16.pdf

Hi Diane,

Please see the attached.

Regards,

Bruce S. Bando, CPA, CA, CIRP, LIT | Vice President

Grant Thornton Limited

11th Floor | 200 King Street West | Box 11 | Toronto | ON | M5H 3T4

T +1 416 369 6418 | C +1 647 403 9131 | F +1 416 360 4949

E Bruce.Bando@ca.gt.com | W http://www.grantthornton.ca/



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By Email: Diane. Howe@gov.bc.ca

November 7, 2016

Ministry of Energy and Mines Mining and Minerals Division 6th Floor 1810 Blanshard Street Victoria, BC

Attention: Diane Howe, M.A. Sc., P.Geo

Deputy Chief Inspector of Mines Reclamation and Permitting

Dear Ms. Howe:

RE: Chieftain Metals Inc. and Chieftain Metals Corp.

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You had made reference to a possibility that the mine might be closed, which suggested something might happen with the permits. We trust that will not occur, including given the provision in the Court Order that no person, including a governmental body or agency shall discontinue, alter, interfere with, repudiate or terminate any licence or permit in favour of or held by CMI or CMC without consent of the Receiver or leave of the Court. We realize you are very busy and have been unable to get back to us regarding our discussions and my email of October 26, 2016 (and October 31st and November 3rd emails), but in light of your November 8th deadline, I wanted to ensure we spoke to avoid any issue.



Again, we appreciate your assistance, and look forward to speaking to you as soon as possible.

Yours truly,

Grant Thornton Limited

In its capacity as Court-appointed Receiver of Chieftain Metals Inc. and Chieftain Metals Corp. and not in its personal or corporate capacity

Per:

Bruce S. Bando, CPA, CA, CIRP, LIT Vice President

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Page 10 to/à Page 12

Withheld pursuant to/removed as

s.14

From: Bando, Bruce

To: Howe, Diane J MEM:EX
Subject: RE: Tulsequah Camp

Hi Diane,

Notwithstanding the Receiver has not taken possession of the Tulsequah Project, we do not see an issue for your contract crew to use a couple of the bunks as emergency shelter.

However, please acknowledge by reply email that your contract crew will be entering the property at their own risk and any damage caused by them will be their responsibility.

Thank you,

----Original Message----

From: Howe, Diane J MEM:EX [mailto:Diane.Howe@gov.bc.ca]

Sent: Thursday, October 20, 2016 7:53 PM

To: Bando, Bruce

Subject: Tulsequah Camp

Hi Bruce,

Quick question, who do I need to get permission from so the contract crew that will be doing the aquatic sampling at Tusequah can use a couple of the bunks as emergency shelter if they need to.

There are a couple of bunks that are dry and are open if need be.

Thank you in advance.

Regards, Diane

From: Keith Boyle
To: Bando, Bruce
Cc: Krieger, Jonathan

Subject: Fwd: Tulsequah Chief Mine - request for information from receiver

Date: Tuesday, October 25, 2016 3:47:46 PM

Attachments: image001.jpg

Over to you.

Let me know what you'd like me to do.

Keith

Sent from my iPhone

Begin forwarded message:

From: Joline Widmeyer < <u>iwidmeyer@slrconsulting.com</u>>

Date: October 25, 2016 at 4:56:01 PM EDT

To: "boyle.mining@outlook.com" <boyle.mining@outlook.com> **Cc:** "Jackson, Vickie ENV:EX" < Vickie.Jackson@gov.bc.ca>

Subject: Tulsequah Chief Mine - request for information from receiver

Hi Keith,

Could you please forward the following request onto the receiver at Chieftian. As you mentioned on the phone you cannot answer any questions without the receiver directing you to do so. SLR is working on behalf of BC MOE and therefore we are requesting the following information for the Tulsequah Chief Mine site:

- <!--[if !supportLists]-->-<!--[endif]-->Is there any power on the site?
- <!--[if !supportLists]-->-<!--[endif]-->What H&S supplies (if any) are available at the site?
- <!--[if !supportLists]-->-<!--[endif]-->Are any buildings open at the site ie: unlocked? We need one building with a door that can accommodate 5 people sleeping to bunker down in should we be stranded overnight. Please confirm whether a building is available and unlocked for us to use in this emergency capacity. We would also like to store some H&S equipment and sampling bottles in the building so that this gear can remain onsite during our sampling program. If available please send a picture of where this building is located within the Mill grounds.
- <!--[if !supportLists]-->-<!--[endif]-->We will be flying into site from Oct 29th to Nov 2nd.
- <!--[if !supportLists]-->-<!--[endif]-->If buildings are locked onsite can borrow the keys to gain access to a building to serve our purposes during our 5 day sampling program?
- <!--[if !supportLists]-->- <!--[endif]-->Is there a potable drinking water source/well onsite, and where is it located?

If you could provide us with this information before the end of day tomorrow we would appreciate it.

Cheers, Jo Widmeyer

From: Flynn, Doug MEM:EX [mailto:Doug.Flynn@gov.bc.ca]

Sent: October 25, 2016 1:24 PM **To:** Jackson, Vickie ENV:EX

Cc: Joline Widmeyer; Howe, Diane J MEM:EX

Subject: RE: Urgent Request: Keith Boyle contact info

Good afternoon Vickie/Joline;

I have Keith's email address as boyle.mining@outlook.com and cell # as \$.22

Regards; DWF

From: Jackson, Vickie ENV:EX

Sent: Tuesday, October 25, 2016 12:45 PM

To: Flynn, Doug MEM:EX

Subject: Urgent Request: Keith Boyle contact info

Importance: High

Hi Doug-

Diane Howe suggested you'd be the most likely to have Keith Boyle's current contact information. Can you please provide this for the purpose noted below? s.22

s.22

I'll call and leave a voice message as well.

Thanks, Vickie

From: Joline Widmeyer [mailto:jwidmeyer@slrconsulting.com]

Sent: Tuesday, October 25, 2016 12:40 PM

To: Jackson, Vickie ENV:EX

Cc: Cindy Ott

Subject: Keith Boyle contact info

Hi Vickie,

Are you able to provide me with a phone number and email address for Keith Boyle from Chieftan? I need to contact him before end of day tomorrow to confirm some site access and H&S issues.

Thanks, Jo

Joline Widmeyer, Ph.D., R.P.Bio

Intermediate Risk Assessor

SLR Consulting (Canada) Ltd.

Direct: 250-390-5050 Ext. 32

Cell: 250-714-4029 Office: 250-390-5050

Email: jwidmeyer@slrconsulting.com

#9 6421 Applecross Road, Nanaimo, BC, V9V 1N1, Canada

www.slrconsulting.com



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From: Keith Boyle

To: Janfada, Arash ENV:EX
Cc: Bando, Bruce

Subject: Re: Tulsequah Update

Date: Tuesday, October 25, 2016 5:30:59 PM

Hi Arash

Any communication from you should be directed to the receiver copied on this email.

Thanks

Keith

Sent from my iPhone

On Oct 25, 2016, at 7:27 PM, Janfada, Arash ENV:EX < Arash.Janfada@gov.bc.ca > wrote:

Hi Keith,

If you have a moment at some point, please call me if you need an update with regards to what's happening up at the mine and the upcoming plans for sampling. Thanks.

Arash (AJ) Janfada, P.Eng., M.Sc.

Environmental Protection Officer Ministry of Environment - Regional Mining Operations Suite 200 - 10470-152nd St. Surrey, BC V3R 0Y3

Phone: (604) 582-5365 Fax: (604) 930-7119 arash.janfada@gov.bc.ca From: Bando, Bruce
To: Howe, Diane J MEM:EX

Cc: Krieger, Jonathan; Leonard Griffiths (GriffithsL@bennettjones.com); Mark Laugesen

Subject: FW: Tulsequah Chief Mine - request for information from receiver

Date: Wednesday, October 26, 2016 6:22:08 PM

Attachments: image001.jpg

RE Tulsequah Camp.msg

Hi Diane.

Thank you for the discussion this morning.

During our discussion, you mentioned that the MOE will be performing an aquatic assessment this weekend, which as I understand relates specifically to the creek, so there is no need to enter onto the mine site except in the event of an emergency overnight stay. You were not copied on the email below, but the list of questions below appears to suggest that the purpose of the visit goes well beyond the aquatic assessment. Please let us know if our understanding is correct regarding the limitations on the scope of the aquatic assessment.

The Report you sent last night states that "the Courts had appointed a Receiver and Manager (Grant Thornton) to take possession and exercise control over all of the properties owned by Chieftain Metals Inc." This is not correct. As we have advised you on several occasions, the Receiver has <u>not</u> taken possession of the mine (and is not obliged to do so under the Order) and it is not in a position to appoint a mine manager. It is on this basis we had sent our email of October 20th (copy attached) regarding the site visit by your consultant. We confirm that we do not object to your attendance at the site but that such visit would be at yours and your contactor's risk, who would also be responsible for any damages. Please provide the acknowledgment to which we have asked in that email.

In terms of the orders noted in our Report of Inspector of Mines Reclamation, you had mentioned that you would seek internal consultation regarding the necessity of attending to those matters now (and thus revising your orders now), seeing as the Receiver is in the midst of a sales process where we hope to close a transaction before the end of the year.

We look forward to hearing from you at your earliest convenience.

Regards,

From: Keith Boyle [mailto:boyle.mining@outlook.com]

Sent: Tuesday, October 25, 2016 6:49 PM

To: Bando, Bruce **Cc:** Krieger, Jonathan

Subject: Fwd: Tulsequah Chief Mine - request for information from receiver

Over to you.

Let me know what you'd like me to do.

Keith

Sent from my iPhone

Begin forwarded message:

From: Joline Widmeyer < jwidmeyer@slrconsulting.com >

Date: October 25, 2016 at 4:56:01 PM EDT

To: "boyle.mining@outlook.com" <boyle.mining@outlook.com>

Cc: "Jackson, Vickie ENV:EX" < Vickie.Jackson@gov.bc.ca>

Subject: Tulsequah Chief Mine - request for information from receiver

Hi Keith,

Could you please forward the following request onto the receiver at Chieftian. As you mentioned on the phone you cannot answer any questions without the receiver directing you to do so. SLR is working on behalf of BC MOE and therefore we are requesting the following information for the Tulsequah Chief Mine site:

- Is there any power on the site?
- What H&S supplies (if any) are available at the site?
- -Are any buildings open at the site ie: unlocked? We need one building with a door that can accommodate 5 people sleeping to bunker down in should we be stranded overnight. Please confirm whether a building is available and unlocked for us to use in this emergency capacity. We would also like to store some H&S equipment and sampling bottles in the building so that this gear can remain onsite during our sampling program. If available please send a picture of where this building is located within the Mill grounds.
- We will be flying into site from Oct 29th to Nov 2nd.
- If buildings are locked onsite can borrow the keys to gain access to a building to serve our purposes during our 5 day sampling program?
- Is there a potable drinking water source/well onsite, and where is it located?
 If you could provide us with this information before the end of day tomorrow we would appreciate it.

Cheers, Jo Widmeyer

From: Flynn, Doug MEM:EX [mailto:Doug.Flynn@gov.bc.ca]

Sent: October 25, 2016 1:24 PM **To:** Jackson, Vickie ENV:EX

Cc: Joline Widmeyer; Howe, Diane J MEM:EX

Subject: RE: Urgent Request: Keith Boyle contact info

Good afternoon Vickie/Joline;

I have Keith's email address as boyle.mining@outlook.com and cell # as \$.22

Regards; DWF

From: Jackson, Vickie ENV:EX

Sent: Tuesday, October 25, 2016 12:45 PM

To: Flynn, Doug MEM:EX

Subject: Urgent Request: Keith Boyle contact info

Importance: High

Hi Doug-

Diane Howe suggested you'd be the most likely to have Keith Boyle's current contact information. Can you please provide this for the purpose noted below? s.22

.22

I'll call and leave a voice message as well.

Thanks, Vickie

From: Joline Widmeyer [mailto:jwidmeyer@slrconsulting.com]

Sent: Tuesday, October 25, 2016 12:40 PM

To: Jackson, Vickie ENV:EX

Cc: Cindy Ott

Subject: Keith Boyle contact info

Hi Vickie,

Are you able to provide me with a phone number and email address for Keith Boyle from Chieftan? I need to contact him before end of day tomorrow to confirm some site access and H&S issues.

Thanks, Jo

Joline Widmeyer, Ph.D., R.P.Bio

Intermediate Risk Assessor

SLR Consulting (Canada) Ltd.

Direct: 250-390-5050 Ext. 32

Cell: 250-714-4029 Office: 250-390-5050

Email: jwidmeyer@slrconsulting.com

#9 6421 Applecross Road, Nanaimo, BC, V9V 1N1, Canada

www.slrconsulting.com



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Page 21

Withheld pursuant to/removed as

DUPLICATE

From: Leonard Griffiths

To: Mark Laugesen; Howe, Diane J MEM:EX
Cc: Bando, Bruce; Leonard Griffiths
Subject: RE: Chieftain - Tulsequah site

Date: Wednesday, October 5, 2016 4:38:49 AM

Attachments: <u>image001.png</u>

Thanks Mark. Diane, as we discussed, we look forward to getting confirmation that the MOE will be conducting the testing/monitoring described in its September 12, 2016 letter (amending Permit 105719) as part of its assessment (which would at least satisfy the October monitoring). Thanks! Len.



Len Griffiths Bennett Jones LLP

3400 One First Canadian Place, P.O. Box 130, Toronto, ON, M5X 1A4 P. 416 777 7473 | F. 416 863 1716 E. griffithsl@bennettjones.com

Plug into Bennett Jones

From: Mark Laugesen

Sent: 04 October 2016 5:35 PM **To:** Howe, Diane J MEM:EX

Cc: Leonard Griffiths; Bando, Bruce Subject: Chieftain - Tulsequah site

Diane:

I write to follow up on a point I raised in our call this afternoon. Will you please provide us with:

- 1. copies of the permit(s) related to the Letter of Credit which was drawn upon (including Permit # M-232, but others as well if applicable);
- 2. details on the default(s) under Permit # M-232;
- 3. a description of what the funds drawn upon have been used for to date, and what they will be used for in future, along with confirmation that MEM will provide us with regular reporting regarding utilization of such funds.

Best to direct your response to Bruce with a copy Len and me please.

Thank you.

Regards.

Mark



Mark S. Laugesen

Partner, Bennett Jones LLP

3400 One First Canadian Place, P.O. Box 130, Toronto, ON, M5X 1A4 P. 416 777 4802 | F. 416 863 1716 E. laugesenm@bennettjones.com

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Page 24 to/à Page 26

Withheld pursuant to/removed as

s.14

From: Sharon Singh

To: Howe, Diane J MEM:EX

Subject: RE: Chieftain Metals - Permit Conditions Request [BJ-L.FID4090892]

Date: Thursday, April 6, 2017 3:30:03 PM

Attachments: <u>image001.png</u>

Hi Diane

Sorry to bother you, I just wanted to confirm that the extension to the M-232 permit's ARR is until a new buyer is found?

Many thanks

Sharon



Sharon G.K. Singh Bennett Jones LLP

1055 West Hastings Street, Suite 2200, Vancouver, B.C., V6E 2E9 P. 604 891 5148 | F. 604 891 5100 | C. 604 790 1504 | O. 403 298 3019 E. singhs@bennettjones.com

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From: Howe, Diane J MEM:EX [mailto:Diane.Howe@gov.bc.ca]

Sent: Friday, March 24, 2017 8:06 AM

To: Sharon Singh < SinghS@bennettjones.com >

Cc: Flynn, Doug MEM:EX < Doug.Flynn@gov.bc.ca>; Messmer, Mark J MEM:EX < Mark.Messmer@gov.bc.ca>; Bando, Bruce < Bruce.Bando@ca.gt.com>; Mark Laugesen < LaugesenM@bennettjones.com>; Leonard Griffiths < Griffiths L@bennettjones.com>

Subject: Re: Chieftain Metals - Permit Conditions Request [BJ-L.FID4090892]

Hi Sharon,

s.22

I have forwarded this email to Mark Love

at MOE for consideration.

For the MX. Permits there are no further reporting requirements as the permits have been cancelled. For the M 232 permit an extension to the ARR is approved. Please can you have the Receiver submit a letter to the Chief Inspector detailing the status of the file. I appreciate they will not want to request an extension directly, but it would be beneficial to to get something on file as to the bankruptcy status.

Regards,

Diane Howe, M.A.Sc., P.Geo.
Deputy Chief Inspector of Mines
Reclamation and Permitting
B.C. Ministry of Energy and Mines

Phone: (250) 952-0183

www.gov.bc.ca/minepermittinghttp://www.gov.bc.ca/minepermitting

On Mar 22, 2017, at 5:02 PM, Sharon Singh <<u>SinghS@bennettjones.com>> wrote</u>:

Hi Mark and Doug

I spoke with Diane today and she requested that I forward the below email to you to enable

you to action those items within your area of responsibility. I understand that you are responsible for the requests related to the MX and EMA permits.

Given the tight timeframe (March 31), please get back to us as soon as possible regarding the deferral of the reporting requirements and the extension of the below listed MX permit. Thank you in advance for your assistance and prompt attention.

Sharon

[cid:image001.png@01D29D7B.F4782B20]

Sharon G. K. Singh

Bennett Jones LLP

1055 West Hastings Street, Suite 2200, Vancouver, B.C., V6E 2E9 P. 604 891 5148 | F. 604 891 5100 | C1. 604 790 1504 | C2. 403 298 3019 E. singhs@bennettjones.com>

Plug into Bennett Joneshttp://www.bennettjones.com>

From: Sharon Singh

Sent: 15 March 2017 11:16 AM

To: 'Diane.Howe@gov.bc.ca<mailto:Diane.Howe@gov.bc.ca>' < Diane.Howe@gov.bc.ca>>

Cc: 'Bando, Bruce' < Bruce. Bando@ca.gt.com>>; Leonard Griffiths

<GriffithsL@bennettjones.com>>; Mark Laugesen <LaugesenM@bennettjones.com>>

Subject: Chieftain Metals - Permit Conditions Request

Hi Diane

Further to our telephone conversation last week, I am writing on behalf of Grant Thornton Limited (Grant Thornton) to request relief from certain reporting obligations and renewal requirements that Chieftain Metals may have under its Mines Act and the Environmental Management Act (EMA) permits to ensure that the value of the Chieftain's assets are preserved during the receivership until a buyer can be found.

Reports

- 1. Mineral Exploration permits MX-1-355 and MX-1-910 require an Annual Summary of Exploration Activities and Multi-Year Area Based Annual Update be submitted by March 31, 2017.
- 2. The Mine Act Permit M-232 requires an Annual Reclamation Report be submitted by

March 31, 2017.

3. EMA Permit 105719 requires an Annual Monitoring report be submitted by March 31, 2017.

4. EMA Permit 105719 requires periodic seasonal monitoring reports (quarterly/freshet). In February 2016, Chieftain requested that the Ministry of Environment and Ministry of Energy and Mines modify the frequency of these reports from quarterly to annually under its Mines Act permit/EMA amendment.

Permit Expiration

5. On its face, the Mineral Exploration Permit MX-1-355 will expire on March 31, 2017 unless extended/renewed.

As you know, Grant Thornton has not taken possession and is not in control of Chieftain's assets, including assets related to the Permits or the Tulsequah Project. As such, Grant Thornton is not in a position to submit any reports or renewal applications, etc. related to the foregoing permits. However, Grant Thornton wishes to preserve the value of the Permits and associated assets, which would include having the permits remain in good standing.

We request assistance and confirmation as soon as possible (given the March deadlines) that the Permit's reporting requirements referenced above will be deferred, and MX-1-355 will continue, until a buyer can be obtained for Chieftain's assets. We understand you may need to engage with others in the Ministry of Environment and Ministry of Energy and Mines regarding these matters.

Please advise us of the Ministry's position before March 31, 2017 to enable Grant Thornton to plan accordingly. We thank you in advance for your assistance, and will be pleased to discuss anything in this email further.

Thank you

[cid:image001.png@01D29D7B.F4782B20]

Sharon Singh

Bennett Jones LLP

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 From:
 Love, Mark P ENV:EX

 To:
 Howe, Diane J MEM:EX

Subject: RE: Chieftain Metals - Permit Conditions Request [BJ-L.FID4090892]

Date: Friday, March 24, 2017 2:43:51 PM

Attachments: <u>image001.png</u>

Hi Diane, s.13.s.14

Mark P. Love P. Ag.
Mining Operations - North West and Vancouver Island Regions
Ministry of Environment, Smithers
Phone# 250-847-7416
Cell # 250-877-9237
mark.love@gov.bc.ca

From: Howe, Diane J MEM:EX

Sent: Friday, March 24, 2017 7:53 AM

To: Love, Mark P ENV:EX

Subject: Fwd: Chieftain Metals - Permit Conditions Request [BJ-L.FID4090892]

Hi Mark,

See email below from the Lawyers looking after Tulsequah. They are looking for an extension to the reporting requirements for 2 EMA permits. I'll let you respond on behalf of MOE.

Thanks,

Diane Howe, M.A.Sc., P.Geo.

Deputy Chief Inspector of Mines Reclamation and Permitting B.C. Ministry of Energy and Mines

Phone: (250) 952-0183

www.gov.bc.ca/minepermitting

Begin forwarded message:

From: Sharon Singh < Singh S@bennettjones.com >

Date: March 22, 2017 at 5:02:29 PM PDT

To: "Doug.Flynn@gov.bc.ca" <Doug.Flynn@gov.bc.ca>, "Mark.Messmer@gov.bc.ca"

<<u>Mark.Messmer@gov.bc.ca</u>>

Cc: "Diane.Howe@gov.bc.ca" < Diane.Howe@gov.bc.ca >, "'Bando, Bruce'"

<<u>Bruce.Bando@ca.gt.com</u>>, Mark Laugesen <<u>LaugesenM@bennettjones.com</u>>,

"Leonard Griffiths" < GriffithsL@bennettjones.com>

Subject: FW: Chieftain Metals - Permit Conditions Request [BJ-L.FID4090892]

Hi Mark and Doug

I spoke with Diane today and she requested that I forward the below email to you to

enable you to action those items within your area of responsibility. I understand that you are responsible for the requests related to the MX and EMA permits. Given the tight timeframe (March 31), please get back to us as soon as possible regarding the deferral of the reporting requirements and the extension of the below listed MX permit. Thank you in advance for your assistance and prompt attention. Sharon



Sharon G. K. Singh Bennett Jones LLP

1055 West Hastings Street, Suite 2200, Vancouver, B.C., V6E 2E9 P. 604 891 5148 | F. 604 891 5100 | C1. 604 790 1504 | C2. 403 298 3019 E. singhs@bennettjones.com

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From: Sharon Singh

Sent: 15 March 2017 11:16 AM

To: 'Diane.Howe@gov.bc.ca' < Diane.Howe@gov.bc.ca>

Cc: 'Bando, Bruce' < Bruce.Bando@ca.gt.com >; Leonard Griffiths

<<u>GriffithsL@bennettjones.com</u>>; Mark Laugesen <<u>LaugesenM@bennettjones.com</u>>

Subject: Chieftain Metals - Permit Conditions Request

Hi Diane

Further to our telephone conversation last week, I am writing on behalf of Grant Thornton Limited (Grant Thornton) to request relief from certain reporting obligations and renewal requirements that Chieftain Metals may have under its *Mines Act* and the *Environmental Management Act* (EMA) permits to ensure that the value of the Chieftain's assets are preserved during the receivership until a buyer can be found.

Reports

- Mineral Exploration permits MX-1-355 and MX-1-910 require an Annual Summary of Exploration Activities and Multi-Year Area Based Annual Update be submitted by March 31, 2017.
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Permit Expiration

5. On its face, the Mineral Exploration Permit MX-1-355 will expire on March 31, 2017 unless extended/renewed.

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preserve the value of the Permits and associated assets, which would include having the permits remain in good standing.

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From: Sharon Singh

 To:
 Howe, Diane J MEM: EX

 Cc:
 Flynn, Doug MEM: EX

Subject: RE: Chieftain Metals - Permit Conditions Request [BJ-L.FID4090892]

Date: Monday, March 27, 2017 5:46:04 PM

Attachments: <u>image002.png</u>

Thank you Diane

I will circle back with our team in Toronto and seek further instructions on the letter.

Thank you for the extension to the M-232 permit's ARR. Can I confirm that the extension is until a new buyer is found?

I spoke with Doug on Friday about the MX permits, and hopefully we can sort that issue out soon. I will call Doug and you tomorrow to touch base.

Many thanks

Sharon



Sharon Singh

Bennett Jones LLP

1055 West Hastings Street, Suite 2200, Vancouver, B.C., V6E 2E9 P. 604 891 5148 | F. 604 891 5100 | C. 604 790 1504 | O. 403 298 3019

E. singhs@bennettjones.com

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From: Howe, Diane J MEM:EX [mailto:Diane.Howe@gov.bc.ca]

Sent: Friday, March 24, 2017 8:06 AM

To: Sharon Singh

Cc: Flynn, Doug MEM:EX; Messmer, Mark J MEM:EX; Bando, Bruce; Mark Laugesen; Leonard

Griffiths

Subject: Re: Chieftain Metals - Permit Conditions Request [BJ-L.FID4090892]

Hi Sharon.

s.22

I have forwarded this email to Mark Love

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Diane Howe, <u>M.A.Sc.</u>, P.Geo. Deputy Chief Inspector of Mines Reclamation and Permitting B.C. Ministry of Energy and Mines

Phone: (250) 952-0183

www.gov.bc.ca/minepermittinghttp://www.gov.bc.ca/minepermitting

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[cid:image001.png@01D29D7B.F4782B20]

Sharon G. K. Singh

Bennett Jones LLP

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From: Sharon Singh

Sent: 15 March 2017 11:16 AM

To: 'Diane.Howe@gov.bc.ca<mailto:Diane.Howe@gov.bc.ca>' < Diane.Howe@gov.bc.ca>>

Cc: 'Bando, Bruce' < Bruce. Bando@ca.gt.com>>; Leonard Griffiths

<GriffithsL@bennettjones.com>>; Mark Laugesen <LaugesenM@bennettjones.com>>

Subject: Chieftain Metals - Permit Conditions Request

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2017.

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Thank you

[cid:image001.png@01D29D7B.F4782B20]

Sharon Singh

Bennett Jones LLP

1055 West Hastings Street, Suite 2200, Vancouver, B.C., V6E 2E9 P. 604 891 5148 | F. 604 891 5100 | C1. 604 790 1504 | C2. 403 298 3019 E. singhs@bennettjones.com≥

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From: Howe, Diane J MEM:EX

To: Bando, Bruce

Cc: <u>Mark Laugesen</u>; <u>Krieger</u>, <u>Jonathan</u>

Subject: RE: Chieftain Metals Inc. and Chieftain Metals Corp.

Date: Friday, February 24, 2017 10:37:02 AM

Attachments: <u>image003.png</u>

image004.jpg image005.png

Hi Bruce,

Thank you for the update, and I apologize for the tardiness of this response.

MEM has had minimal contact with one party, basically to discuss their interest, there has been no ask to share data with any party.

There have been funds spent from the security on doing work we have felt has been necessary to make the site safe. I can will provide a detail costing if you require but a summary of costs to date include:

Aquatic effects Assessment \$100,000 - report still pending on results

Clean up of site _ hazardous chemicals secured (on site)- ~\$15,000

Consultant costs- ~\$2000

I'm not sure if you are able to provide any further update on next steps in the bankruptcy, but I would like to share with you next steps the MEM is proposing.

s.13

Please let me know if you need any additional information.

Regards, Diane

Diane Howe, M.A. Sc., P.Geo

Deputy Chief Inspector of Mines , Reclamation and Permitting Ministry of Energy and Mines, Victoria

250-952-0183

www.gov.bc.ca/minepermitting



From: Bando, Bruce [mailto:Bruce.Bando@ca.gt.com]

Sent: Friday, January 13, 2017 9:02 AM

To: Howe, Diane J MEM:EX

Cc: Mark Laugesen; Krieger, Jonathan

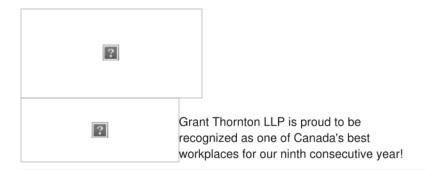
Subject: Chieftain Metals Inc. and Chieftain Metals Corp.

Hi Diane,

s.13

Similarly, if there are any occurrences/issues relating to the project, please let us know immediately. We would also appreciate being kept apprised of any environmental remediation or other steps taken to date or to be taken by the MEM, as well as an accounting for the use of Chieftain's letter of credit funds by the MEM for such purposes.

Bruce S. Bando, CPA, CA, CIRP, LIT | Vice President
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E Bruce.Bando@ca.gt.com | W http://www.grantthornton.ca/



From: Bando, Bruce
To: Howe, Diane J MEM:EX

Cc: Krieger, Jonathan; Leonard Griffiths (GriffithsL@bennettiones.com); Mark Laugesen

Subject: RE: Tulsequah Chief Mine - request for information from receiver

Date: Thursday, November 3, 2016 6:49:11 AM

Attachments: image001.jpg

Hi Diane,

Could you please provide an update?

Than you,

From: Bando, Bruce

Sent: Monday, October 31, 2016 4:23 PM

To: Howe, Diane J MEM:EX (Diane.Howe@gov.bc.ca)

Cc: Krieger, Jonathan; Leonard Griffiths (GriffithsL@bennettjones.com); 'Mark Laugesen'

Subject: RE: Tulsequah Chief Mine - request for information from receiver

Hi Diane,

Just following up on my email below to see how your internal deliberations went last week regarding the orders and possible revisions thereof.

Thank you,

From: Bando, Bruce

Sent: Wednesday, October 26, 2016 9:21 PM

To: Howe, Diane J MEM:EX (Diane. Howe@gov.bc.ca)

Cc: Krieger, Jonathan; Leonard Griffiths (GriffithsL@bennettjones.com); Mark Laugesen

Subject: FW: Tulsequah Chief Mine - request for information from receiver

Hi Diane,

Thank you for the discussion this morning.

During our discussion, you mentioned that the MOE will be performing an aquatic assessment this weekend, which as I understand relates specifically to the creek, so there is no need to enter onto the mine site except in the event of an emergency overnight stay. You were not copied on the email below, but the list of questions below appears to suggest that the purpose of the visit goes well beyond the aquatic assessment. Please let us know if our understanding is correct regarding the limitations on the scope of the aquatic assessment.

The Report you sent last night states that "the Courts had appointed a Receiver and Manager (Grant Thornton) to take possession and exercise control over all of the properties owned by Chieftain Metals Inc." This is not correct. As we have advised you on several occasions, the Receiver has <u>not</u> taken possession of the mine (and is not obliged to do so under the Order) and it is not in a position to appoint a mine manager. It is on this basis we had sent our email of October 20th (copy attached) regarding the site visit by your consultant. We confirm that we do not object to your attendance at the site but that such visit would be at yours and your contactor's risk, who would also be responsible for any damages. Please provide the acknowledgment to which we have asked in that email.

In terms of the orders noted in our Report of Inspector of Mines Reclamation, you had mentioned that you would seek internal consultation regarding the necessity of attending to those matters now (and thus revising your orders now), seeing as the Receiver is in the midst of a sales process where we hope to close a transaction before the end of the year.

We look forward to hearing from you at your earliest convenience.

Regards,

From: Keith Boyle [mailto:boyle.mining@outlook.com]

Sent: Tuesday, October 25, 2016 6:49 PM

To: Bando, Bruce **Cc:** Krieger, Jonathan

Subject: Fwd: Tulsequah Chief Mine - request for information from receiver

Over to you.

Let me know what you'd like me to do.

Keith

Sent from my iPhone

Begin forwarded message:

From: Joline Widmeyer < jwidmeyer@slrconsulting.com >

Date: October 25, 2016 at 4:56:01 PM EDT

To: "boyle.mining@outlook.com" <boyle.mining@outlook.com>

Cc: "Jackson, Vickie ENV:EX" < Vickie.Jackson@gov.bc.ca>

Subject: Tulsequah Chief Mine - request for information from receiver

Hi Keith,

Could you please forward the following request onto the receiver at Chieftian. As you mentioned on the phone you cannot answer any questions without the receiver directing you to do so. SLR is working on behalf of BC MOE and therefore we are requesting the following information for the Tulsequah Chief Mine site:

- Is there any power on the site?
- What H&S supplies (if any) are available at the site?
- -Are any buildings open at the site ie: unlocked? We need one building with a door that can accommodate 5 people sleeping to bunker down in should we be stranded overnight. Please confirm whether a building is available and unlocked for us to use in this emergency capacity. We would also like to store some H&S equipment and sampling bottles in the building so that this gear can remain onsite during our sampling program. If available please send a picture of where this building is located within the Mill grounds.
- We will be flying into site from Oct 29th to Nov 2nd.
- If buildings are locked onsite can borrow the keys to gain access to a building to serve our purposes during our 5 day sampling program?
- Is there a potable drinking water source/well onsite, and where is it located? If you could provide us with this information before the end of day tomorrow we would appreciate it.

Cheers, Jo Widmeyer

From: Flynn, Doug MEM:EX [mailto:Doug.Flynn@gov.bc.ca]

Sent: October 25, 2016 1:24 PM **To:** Jackson, Vickie ENV:EX

Cc: Joline Widmeyer; Howe, Diane J MEM:EX

Subject: RE: Urgent Request: Keith Boyle contact info

Good afternoon Vickie/Joline;

I have Keith's email address as boyle.mining@outlook.com and cell # as \$.22 Regards;

DWF

From: Jackson, Vickie ENV:EX

Sent: Tuesday, October 25, 2016 12:45 PM

To: Flynn, Doug MEM:EX

Subject: Urgent Request: Keith Boyle contact info

Importance: High

Hi Doug-

Diane Howe suggested you'd be the most likely to have Keith Boyle's current contact information. Can you please provide this for the purpose noted below? s.22

s.22

I'll call and leave a voice message as well.

Thanks, Vickie

From: Joline Widmeyer [mailto:jwidmeyer@slrconsulting.com]

Sent: Tuesday, October 25, 2016 12:40 PM

To: Jackson, Vickie ENV:EX

Cc: Cindy Ott

Subject: Keith Boyle contact info

Hi Vickie,

Are you able to provide me with a phone number and email address for Keith Boyle from Chieftan? I need to contact him before end of day tomorrow to confirm some site access and H&S issues.

Thanks, Jo

Joline Widmeyer, Ph.D., R.P.Bio

Intermediate Risk Assessor

SLR Consulting (Canada) Ltd.

Direct: 250-390-5050 Ext. 32

Cell: 250-714-4029 Office: 250-390-5050

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From: Bando, Bruce
To: Howe, Diane J MEM:EX

Cc: <u>Leonard Griffiths (GriffithsL@bennettjones.com)</u>; <u>Mark Laugesen</u>

Subject: RE: Update on site visit at Tulsequah
Date: Tuesday, October 4, 2016 1:53:25 PM

Attachments: <u>image001.png</u>

Hi Diane,

We are good from our end. Speak to you shortly.

1-800-851-3547, code s.15

Regards,

From: Howe, Diane J MEM:EX [mailto:Diane.Howe@gov.bc.ca]

Sent: Tuesday, October 04, 2016 4:14 PM

To: Bando, Bruce

Subject: RE: Update on site visit at Tulsequah

Yes this is about the only time this week I can squeak in a call.

Regards, Diane

Diane Howe, M.A. Sc., P.Geo

Deputy Chief Inspector of Mines, Reclamation and Permitting

Ministry of Energy and Mines, Victoria

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www.gov.bc.ca/minepermitting



From: Bando, Bruce [mailto:Bruce.Bando@ca.gt.com]

Sent: Tuesday, October 4, 2016 1:15 PM

To: Howe, Diane J MEM:EX

Cc: Leonard Griffiths (GriffithsL@bennettjones.com); Mark Laugesen

Subject: RE: Update on site visit at Tulsequah

Hi Diane,

I just came out of a meeting and noticed you accepted the call at 5:00pm EST today. Is that correct?

If so, Len and Mark are you available?

Thanks,

----Original Appointment----

From: Howe, Diane J MEM:EX [mailto:Diane.Howe@gov.bc.ca]

Sent: Tuesday, October 04, 2016 3:58 PM

To: Bando, Bruce

Subject: Accepted: Update on site visit at Tulsequah

When: Tuesday, October 04, 2016 5:00 PM-6:00 PM (UTC-05:00) Eastern Time (US & Canada).

Where: 1-800-851-3547, Code s.15

From: Howe, Diane J MEM:EX

To: Eichenberger, Kathy MEM:EX

Subject: FW: Chieftain Metals Inc. / Chieftain Metals Corp.

Date: Wednesday, December 14, 2016 11:47:05 AM

Attachments: image005.jpg

image006.jpg

TORO1 -#6484271-v1-West FaceChieftain - Order of Justice Newbould dated September 6, 2016.PDF TORO1 -#6484274-v1-West FaceChieftain - Endorsement of Justice Newbould dated September 6, 2016.PDF

image001.png

Regards, Diane

Diane Howe, M.A. Sc., P.Geo

Deputy Chief Inspector of Mines , Reclamation and Permitting Ministry of Energy and Mines, Victoria 250-952-0183

www.gov.bc.ca/minepermitting



From: Bando, Bruce [mailto:Bruce.Bando@ca.gt.com]

Sent: Tuesday, September 13, 2016 2:15 PM

To: Hoffman, Al MEM:EX

Cc: Howe, Diane J MEM:EX; Flynn, Doug MEM:EX; Leonard Griffiths (GriffithsL@bennettjones.com);

Krieger, Jonathan; Kwon, Jennifer

Subject: Chieftain Metals Inc. / Chieftain Metals Corp.

Hi Al,

We wish to confirm that on September 6, 2016, Mr. Justice Newbould of the Ontario Superior Court of Justice issued an order appointing Grant Thornton Limited as Receiver of Chieftain Metals Inc. and Chieftain Metals Corp. A copy of the Court Order and Endorsement is attached. Material relating to the receivership can be found at:

http://www.grantthornton.ca/Chieftain_Metals

Following the various correspondence of Terry Zanger, we would like to have a call with you to discuss the various concerns of the Province as well as establish communications and processes for the future. As our legal counsel, Leonard Griffiths of Bennett Jones, will be on the call, you may wish to have your counsel on the line as well.

Please let us know what days and times work for you this week. We will coordinate and send you a calendar invite with a call-in number.

Thank you,

Bruce S. Bando, CPA, CA, CIRP, LIT | Vice President

Grant Thornton Limited

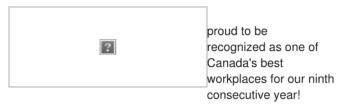
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Grant Thornton LLP is



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