



March 24, 2014

Mr. Marty Block
South Island Aggregates
A 693 Stebbings Rd.
Shawnigan Lake, BC
V0R 2W3

Mine file #: 1610355

Dear Mr. Block:

Re: Site visit March 21, 2014

Further to our telephone discussion Friday, March 21, 2014 where I advised you that based on my observations along the survey ribbons, I believed the water (sediment pond) was on, or very near, either side of the property boundary between your property and property owned by the Cowichan Valley Regional District, (CVRD).

The following points were discussed;

- You indicated some material may have been placed by the operator or some may have sloughed from the berm over the boundary. You also indicated that you would have it pulled back.
- Construction occurred within a required offset;

You indicated you would check and if so would adjust to meet the three meter offset required by the Ministry of Environment (MOE), permit.

- Survey Plan required;

You indicated the survey was done and I would have the survey Monday, March 24, 2014.

Therefore;

- 1) You are directed to cease all work on construction of, or associated with, this sediment pond until I receive the survey document prepared and signed by a Land Surveyor, registered in the Province of British Columbia.
- 2) Upon receipt of the survey document, work may proceed under such conditions as the Inspector may deem necessary.
 - a) The survey document received March 24, 2014 at 2:13 pm is not suitable.

To clear this up;

- The survey shall show the mine footprint in relation to the parcel of land.
- Shall show all features or infrastructure in place to support the MOE permit.
- Shall show the single area excluded from the mine footprint to facilitate the temporary storage area of contaminated soil as delivered prior to



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beginning the application for the MOE permit and Ministry of Energy and Mines, (MEM) permit amendment.

- 3) Should an encroachment have occurred, the property owned by the CVRD shall be returned to its normal, pre encroachment state at your cost and;
- (a) The water sediment pond shall be constructed in compliance with Health, Safety and Reclamation code (HSRC), 10.5.8, which establishes a five meter offset from the property line. Note also HSRC 10.5.11 and 10.5.12
 - (b) HSRC 10.5.10 does not apply to 10.5.11, however the owners of adjoining property can apply 10.5.12, which waives the offset by mutual agreement.

If you have any questions or concerns regarding this letter, please contact me.

Sincerely,

Ed Taje
Regional Manager
Coast Area
Ministry of Energy and Mines

Cc: H. Bunce, Environmental Protection, Ministry of the Environment
D. Howe, Deputy Chief Inspector, Ministry of Energy and Mines

Ministry of Energy and Mines

Mining Division

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