



Giant Mine Remediation Project— Arsenic Trioxide Management



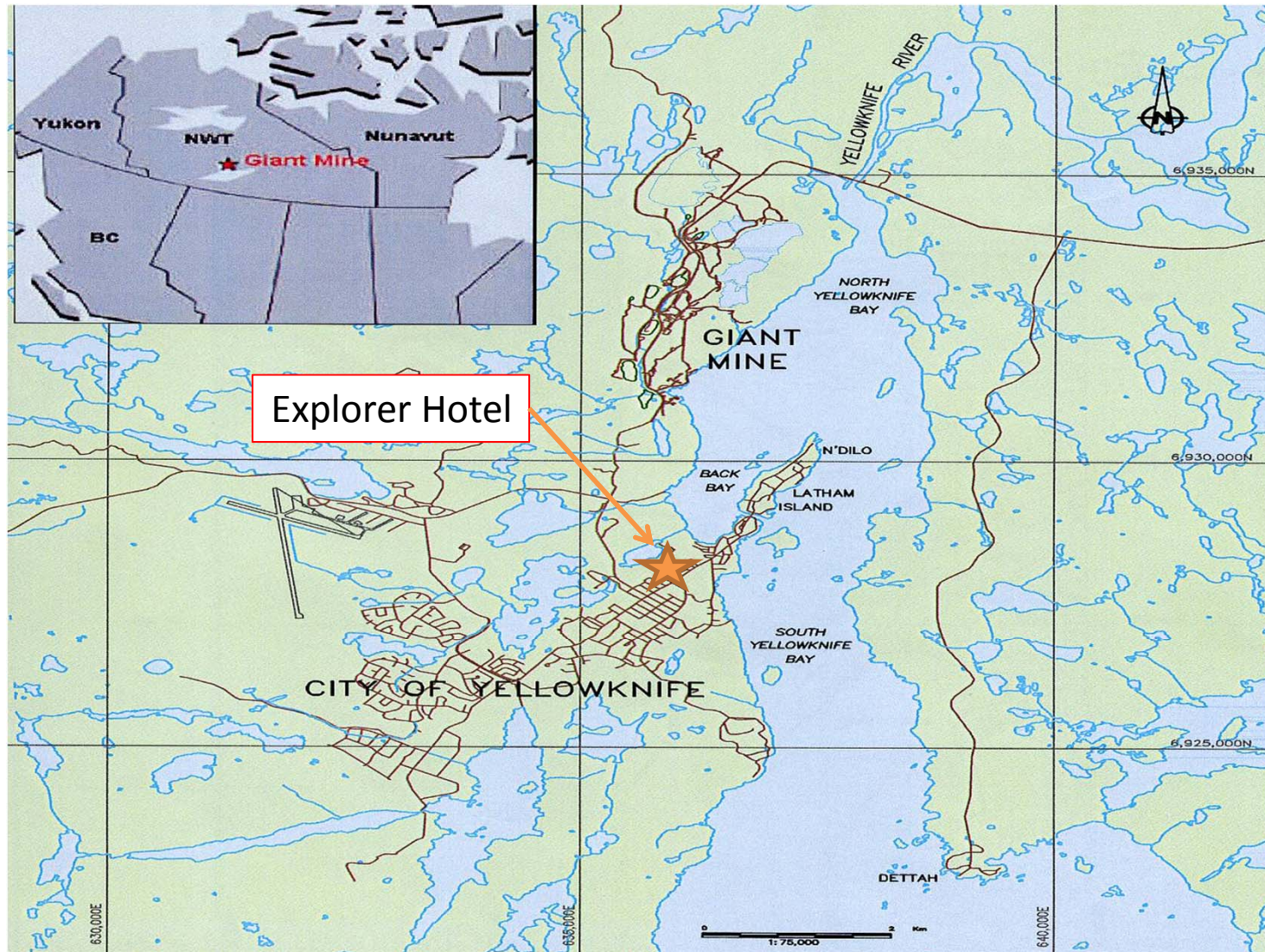
Pan-Territorial Permafrost Workshop –
November 5-7, 2013

Peter Mikes (SRK Consulting)

| Overview of Presentation

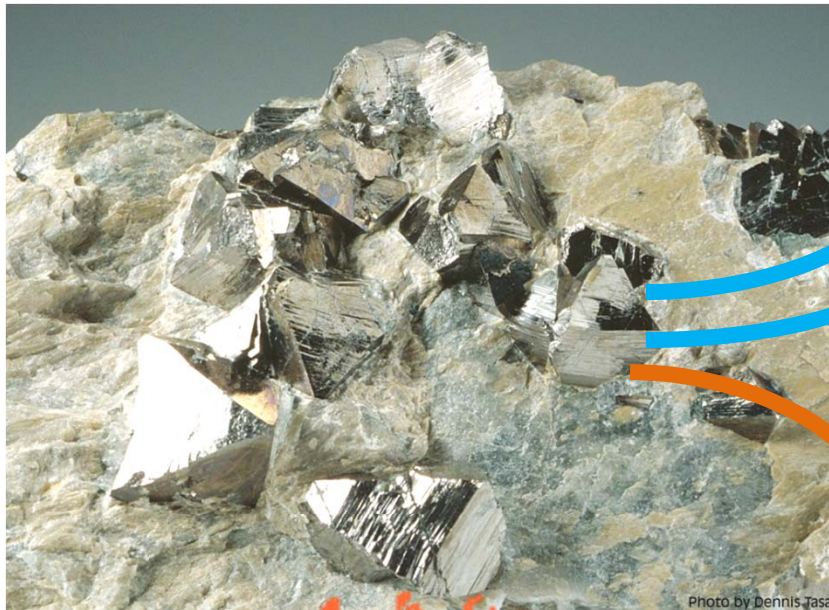
1. Background on the Giant Mine and the arsenic trioxide dust
2. Selection of the Frozen Block Method
3. Freeze Optimization Study

Site Location



Arsenic Dust Background

Gold at Giant Mine is associated with an arsenic mineral called arsenopyrite (FeAsS):



Arsenic vapour

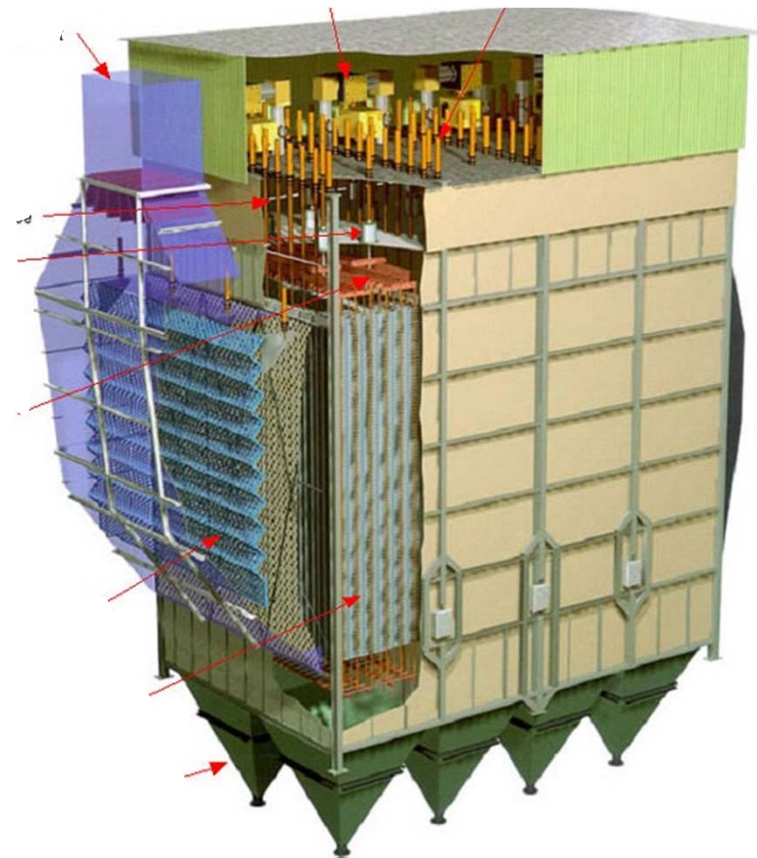
Sulphur dioxide

Iron oxide & gold



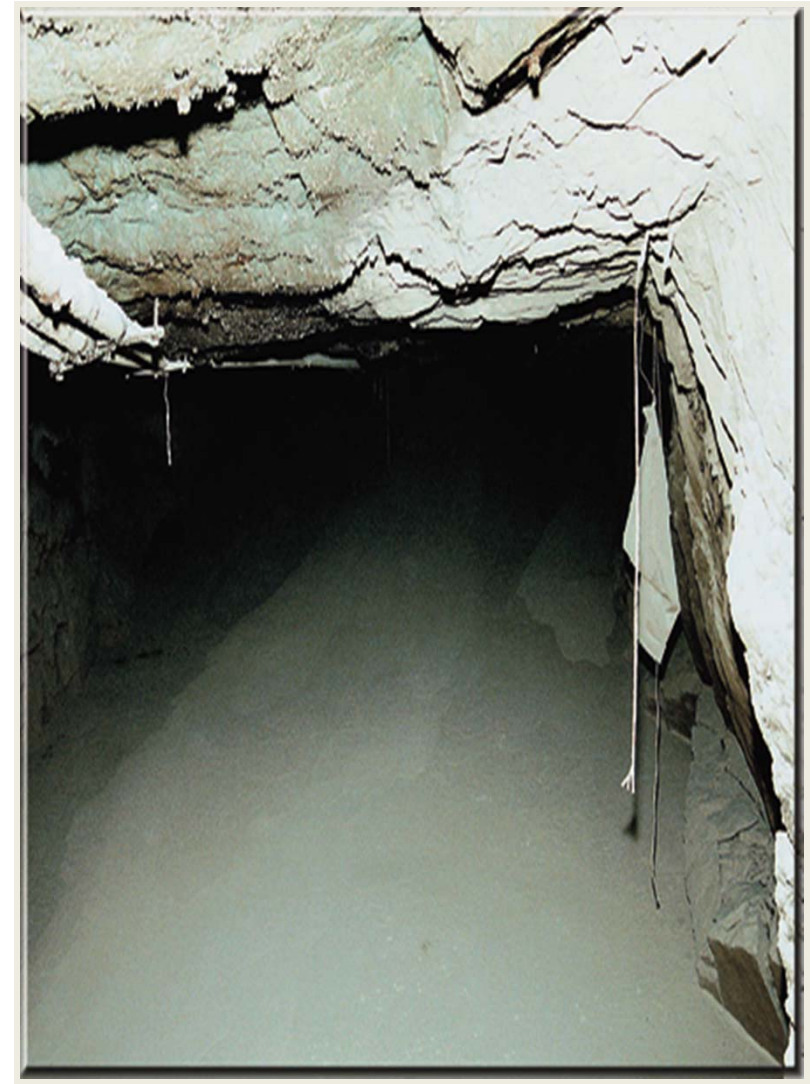
Arsenic Dust Background

- 1949 - 1951
 - Arsenic vapour released into the air
 - Vapour cools to form arsenic trioxide dust
- 1950's
 - Construction and modification of electrostatic precipitator to capture arsenic vapour & dust
- 1963 - 1999
 - Continuing operation with two precipitators



Arsenic Dust Background

- Initially a dry powder
- Very small particles
- Like fine flour
- 60% arsenic
- Dissolves in water up to 9,000 mg/L



Arsenic Dust Background

- Yellowknife is in area of discontinuous permafrost
- From 1950's to 1970's, all dust storage areas were in permafrost
- Later became clear that permafrost was degrading, probably due to warm ventilation air pumped through mine

Arsenic Trioxide Dust Chambers and Stopes

 **srk** consulting



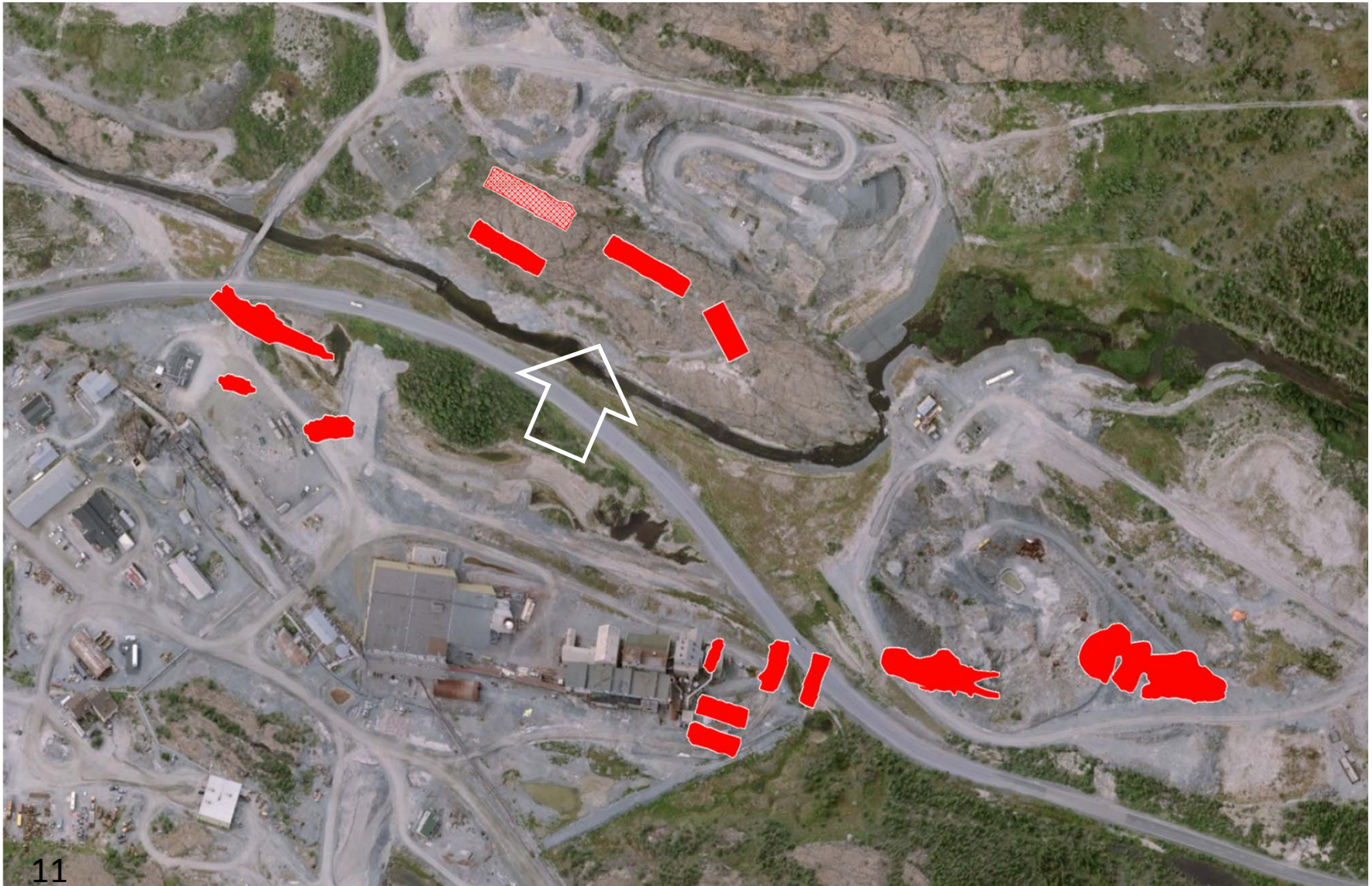
Arsenic Trioxide Dust Chambers and Stopes



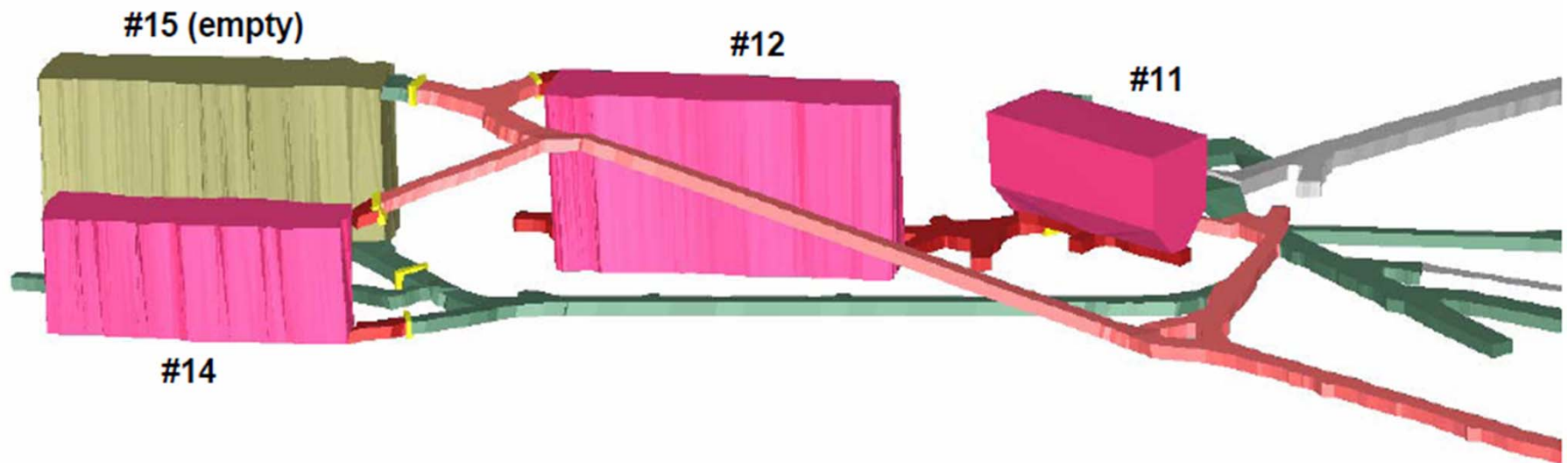
Arsenic Trioxide Dust Chambers and Stopes



Example Chambers



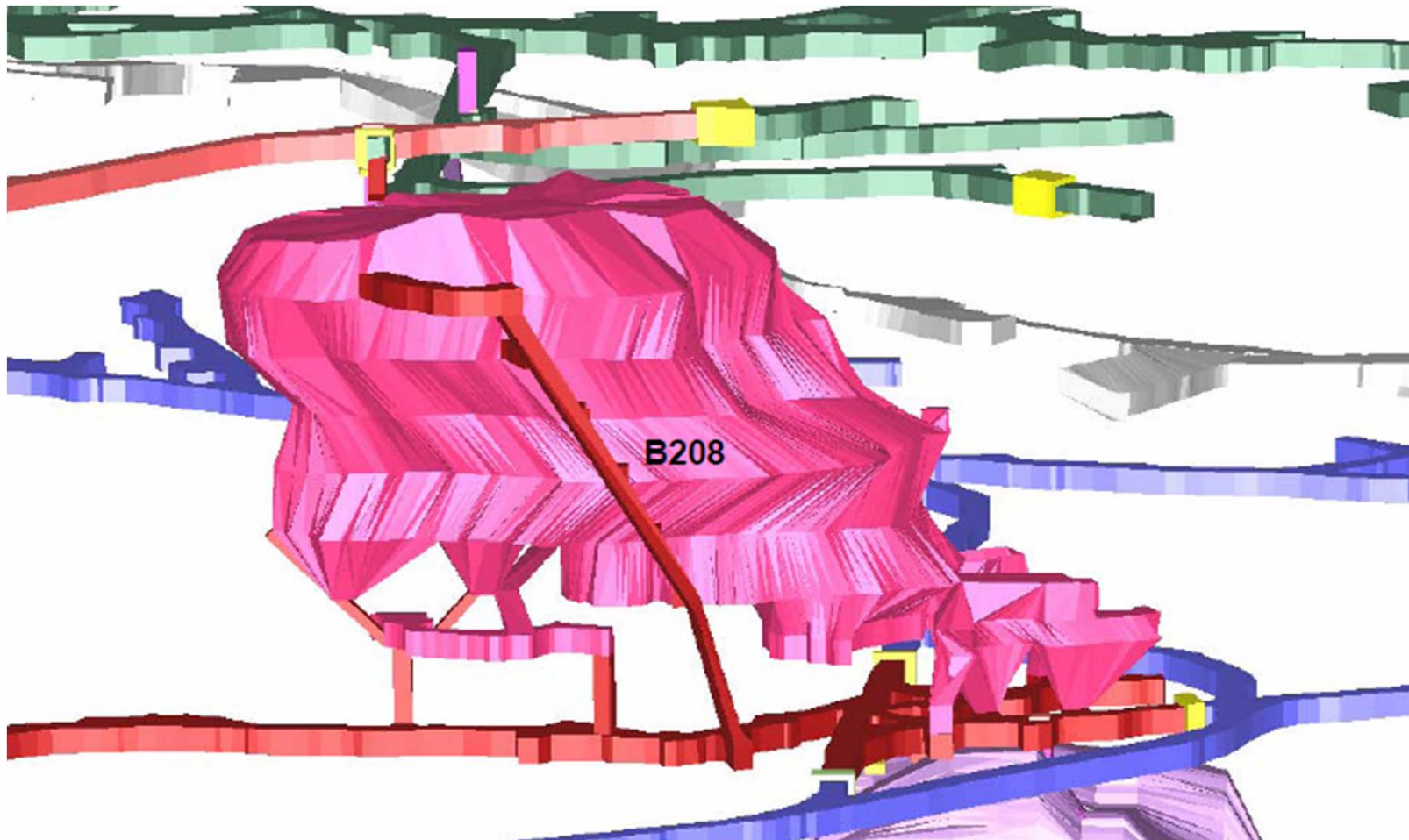
Example Chambers



Example Stope



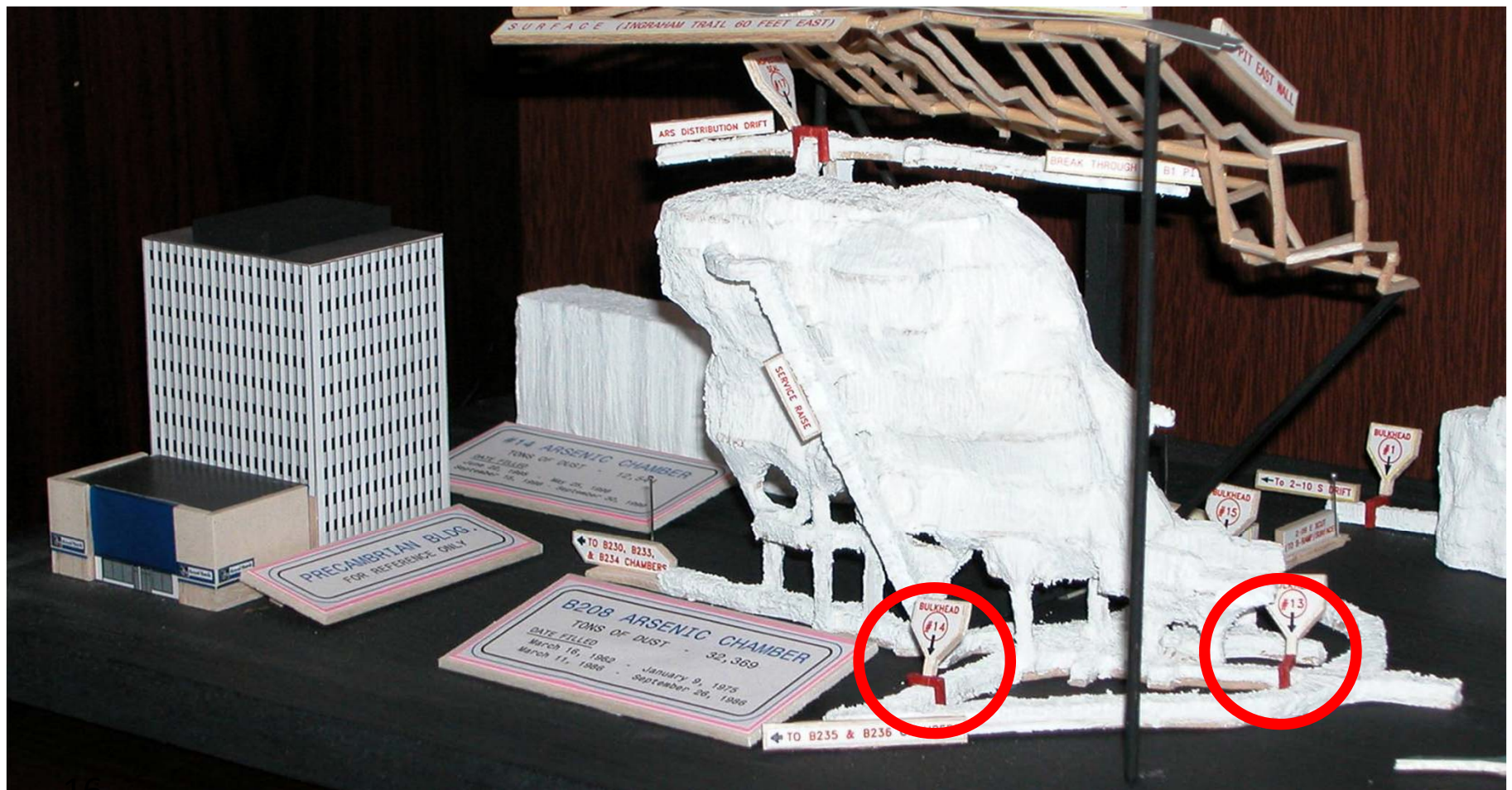
Example Stope



Chamber and Stope Sizes

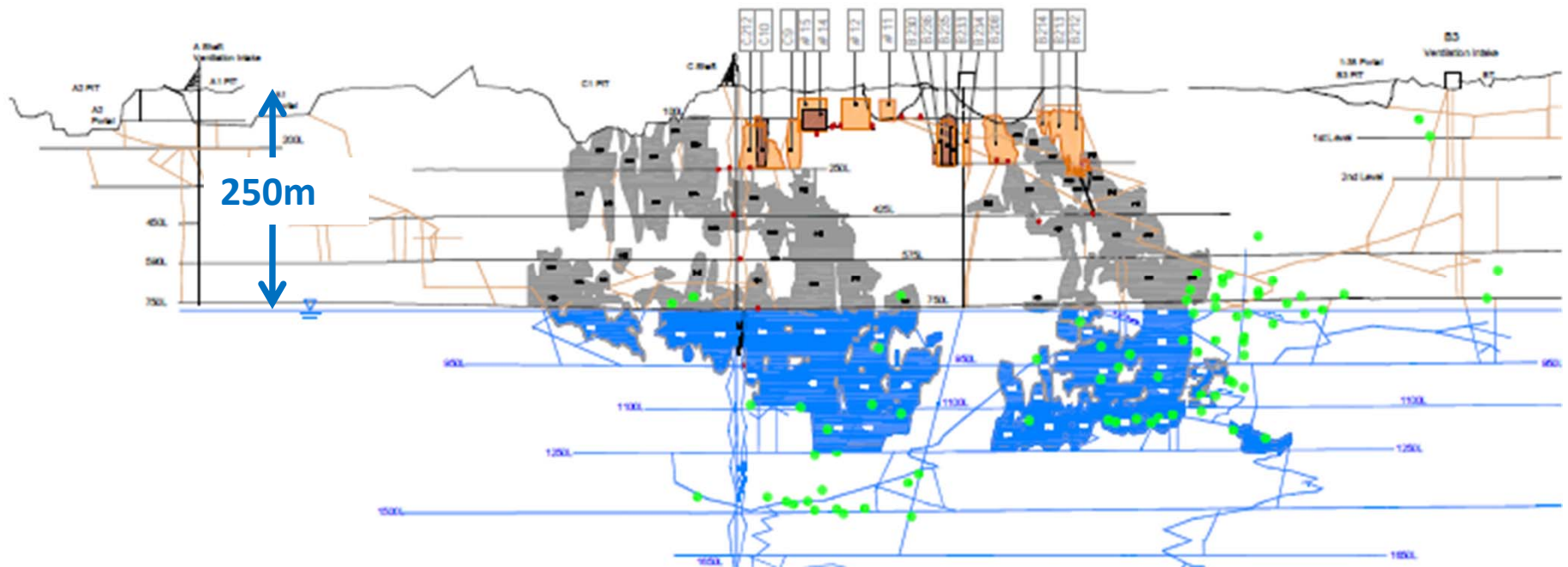


Bulkheads



Currently completely contained

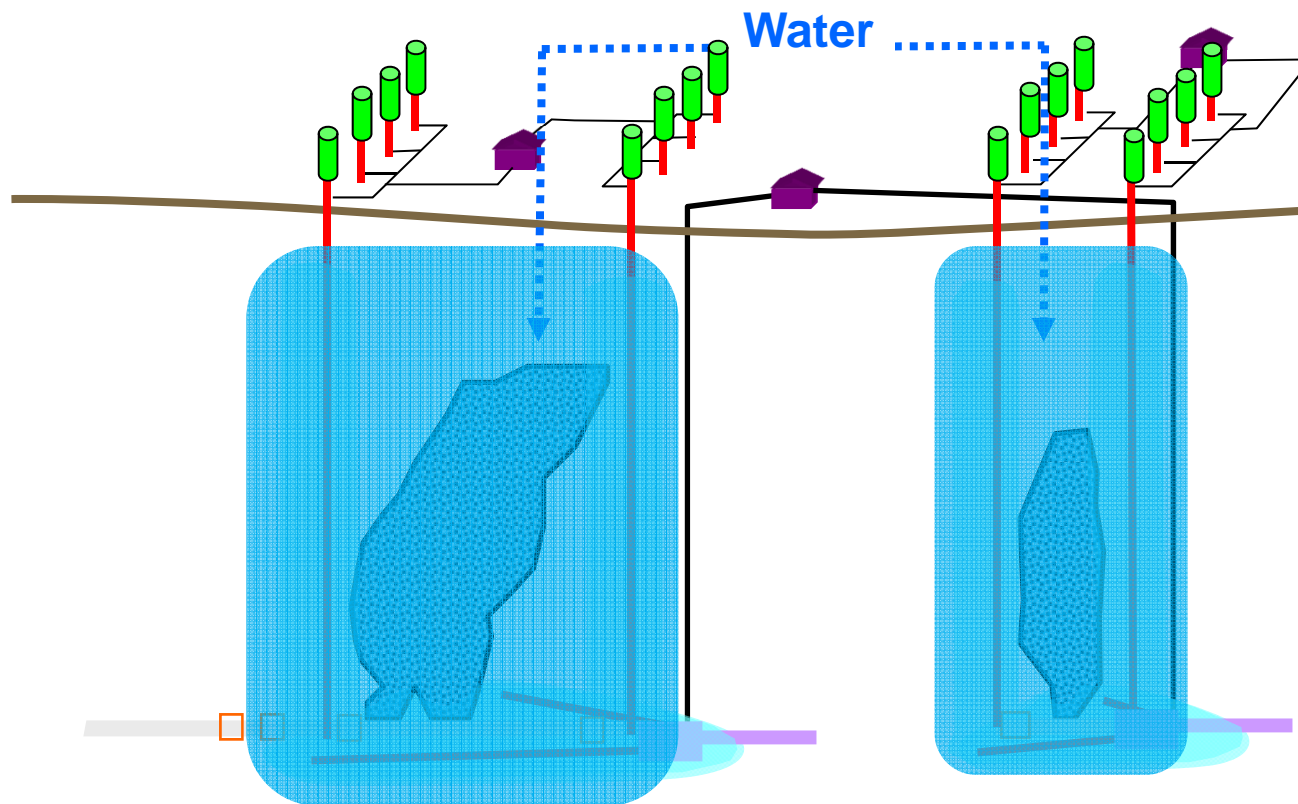
- Any water that leaves the mine is treated to remove arsenic



Environmental Risks

- Long term
 - Without remediation, dust could release 12,000 kg of arsenic per year into groundwater
- Medium term
 - Collapse of underground bulkheads or crown pillars, or flooding of mine by Baker Creek, could lead to escape of arsenic

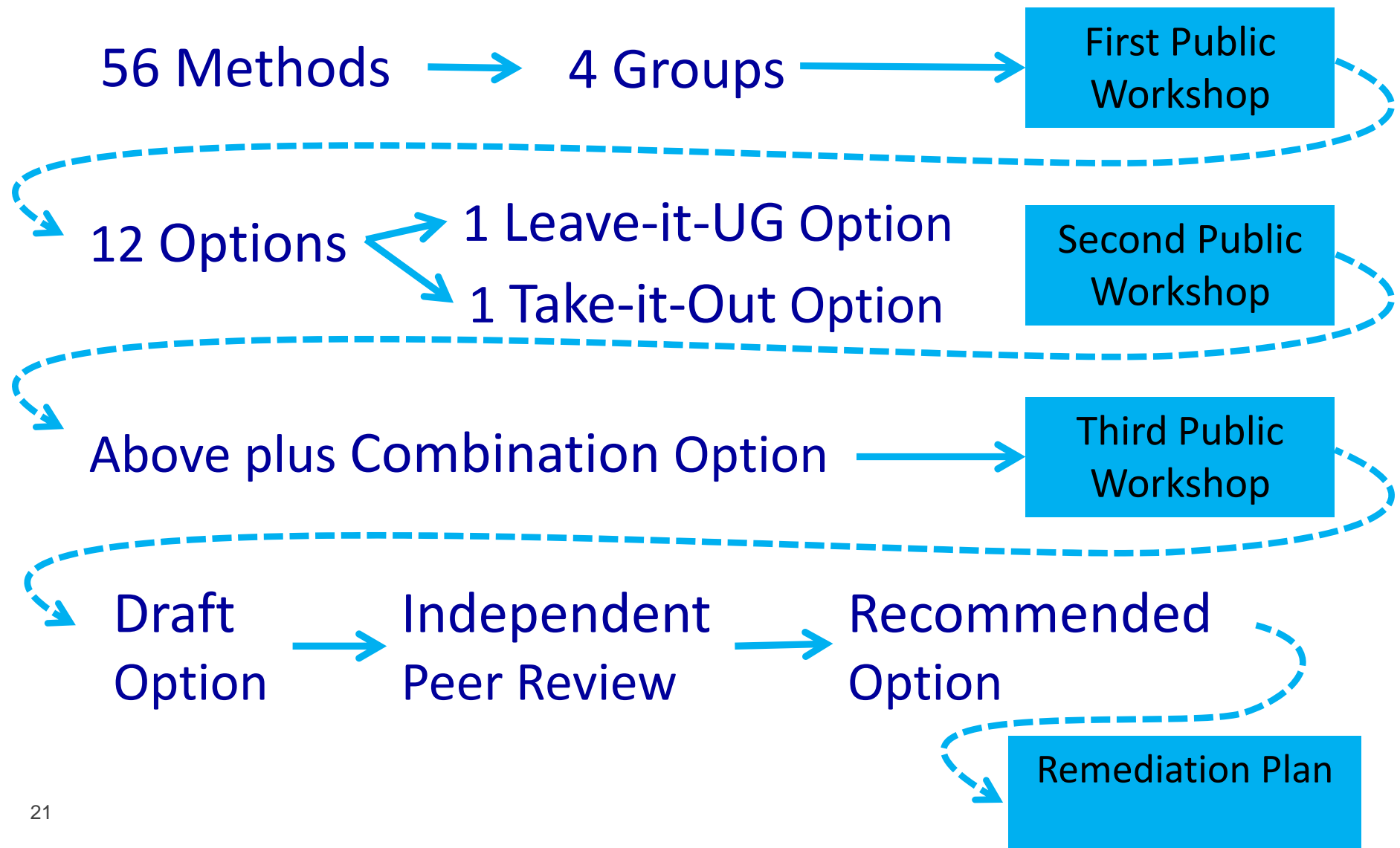
Frozen Block Method



| Options Assessment Process

- 2001 – 2003
- Teams of engineers and Technical Advisor
- Over 40 public consultation sessions
- Three major public workshops
- Independent Peer Review Panel

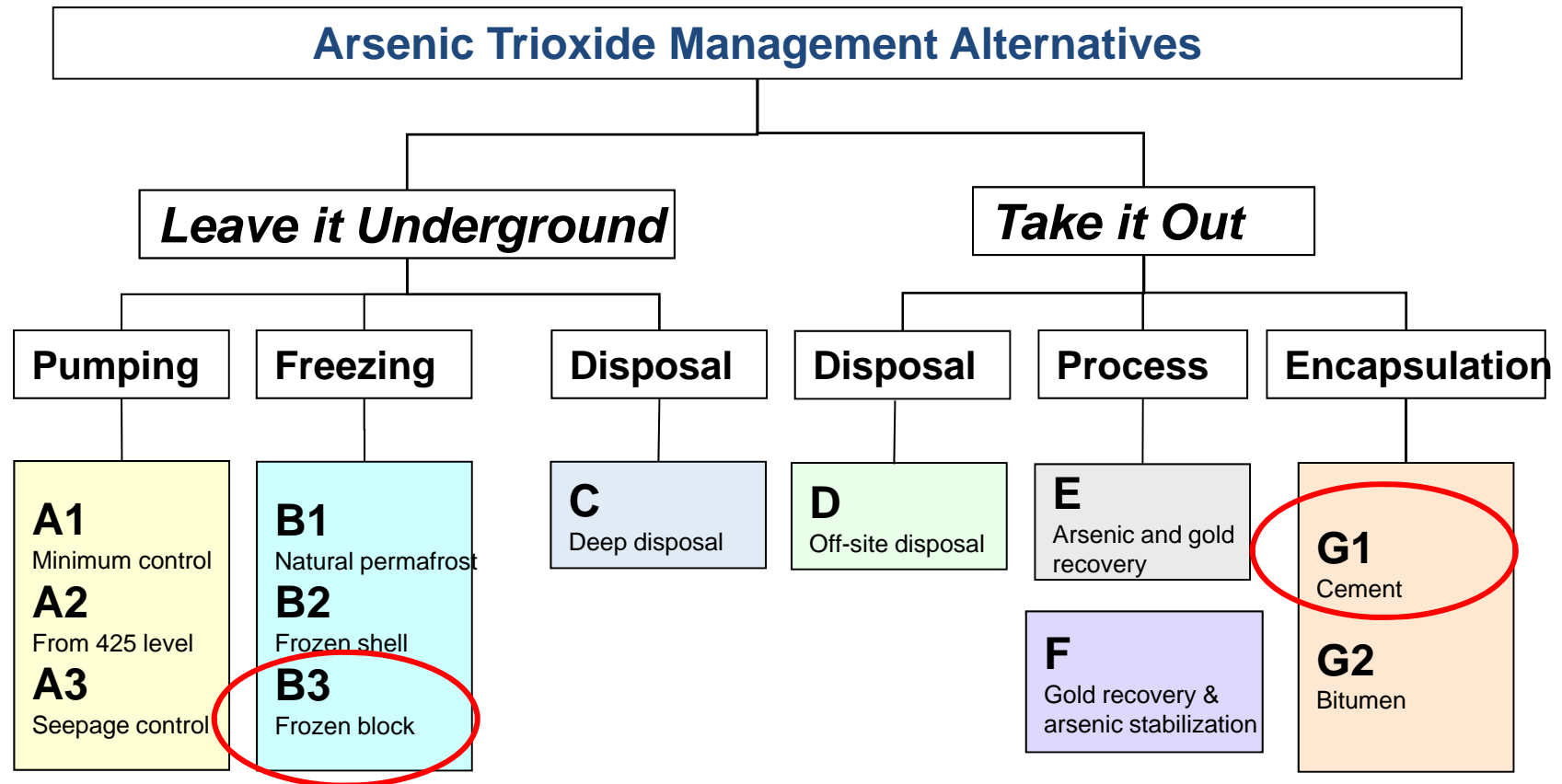
Options Assessment Process



Initial 56 Methods Considered for Management of Giant Mine Arsenic Trioxide Dust

In Situ Management	Removal of Dust	Re-Processing to Recover Gold and/or Arsenic Value	Waste Stabilization and Disposal
<ul style="list-style-type: none"> • Pump and treat methods - Status quo pump and treatment - Flow segregation - Partial flood - Inflow reduction <p>Isolation methods</p> <ul style="list-style-type: none"> - Hydraulic cage - Grout curtain - Diversion of Baker Creek - Surface cover - Ground freezing <p>In situ modifications</p> <ul style="list-style-type: none"> - Engineered dilution - Dust freezing - Biological treatment <p>Relocation (and in situ management)</p> <ul style="list-style-type: none"> - Move deeper underground - Move above water table - New engineered/purpose built vaults - Batch treatment/relocation 	<p>Bulk Mining Methods</p> <ul style="list-style-type: none"> - Open pit mining - Re-stoping of dust - Freezing and re-stoping of frozen dust - Remote mechanical mining - Clamshell excavation (from top of chamber) <p>Methods of Retrieving Dust in a Pipe</p> <ul style="list-style-type: none"> - Wet vacuum - Dry vacuum - Fluidization from base - Flooding and pumps - Wet reverse circulation - Dry reverse circulation - Jet Boring - Dredging <p>In Situ Mining Methods</p> <ul style="list-style-type: none"> - Solution mining - Volatilization 	<p>Direct shipment of crude dust</p> <p>Production and shipment of refined dust</p> <ul style="list-style-type: none"> - Fuming (selective sublimation) - Leaching & recrystallization (Hot water, caustic, etc.) <p>Arsenic metal production</p> <p>Manufacture of added value products</p> <ul style="list-style-type: none"> - Copper Chromated Arsenate - Lumber treated with CCA <p>Stabilization of As₂O₃ and preparation of refractory gold values for recovery</p> <ul style="list-style-type: none"> - Pressure oxidation - Biological treatments <p>Cyanidation and gold recovery</p> <p>Water treatment</p> <ul style="list-style-type: none"> - Water treatment for arsenic removal - Cyanide destruction 	<p>Isolation and Containment</p> <ul style="list-style-type: none"> - Conventional landfill - Lined basins - Concrete/steel vaults (permanent) - Concrete/steel structures or containers (temporary) - Underground disposal <p>Physical stabilization</p> <ul style="list-style-type: none"> - Bitumen - Cement - Zeolite or Clay Additive - Vitrification - Vibrasonic <p>Chemical stabilization</p> <ul style="list-style-type: none"> - Precipitation With Iron - Precipitation With Calcium - Slag Disposal - Polysilicates

Second Round – 12 Alternatives



Risk Summary

Alternative	Probability of Significant Arsenic Release		Worker Health & Safety Risk
	Short Term	Long Term	
A1. Water Treatment with Minimum Control	Low	High	Low
A2. Water Treatment with Drawdown	Low	Moderate	Low
A3. Water Treatment with Seepage Control	Low	Moderate	Low
B2. Frozen Shell	Very Low	Low	Low
B3. Frozen Block	Very Low	Low	Low
C. Deep Disposal	Low	Very Low	Moderate
D. Removal & Surface Disposal	High	Very Low	Moderate
F. Removal, Gold Recovery and Arsenic Stabilization	Moderate	Very Low	Moderate
G1. Removal & Cement Encapsulation	Moderate	Low	Moderate

| Option Assessment Conclusion

Concluded that keeping the dust in the ground and freezing it was the best option:

- Low risk to workers
 - no need to mine the dust
- Low risk of short-term arsenic release
 - No need to transport or re-process dust
- Low risk of long-term arsenic release
 - Easy to monitor and adapt if needed

| Freeze Optimization Study (FOS)

FOS Objectives

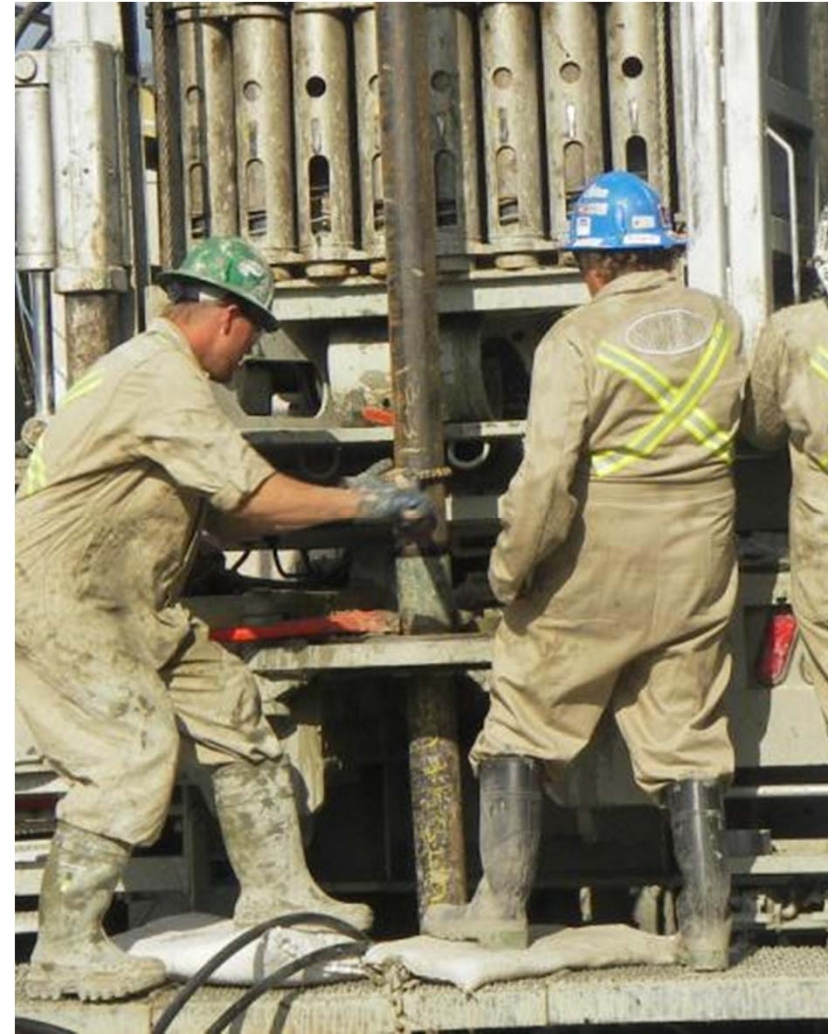
- Demonstrate to the public that ground freezing works
- Inform further engineering design
 - Model calibration – Material properties, heat removal rates, etc.
- Provide input to the environmental assessment and water licensing processes



Site Preparation



Drilling Freeze Holes



Installing Freeze Pipes



Installing Thermosyphons



Freeze Plant



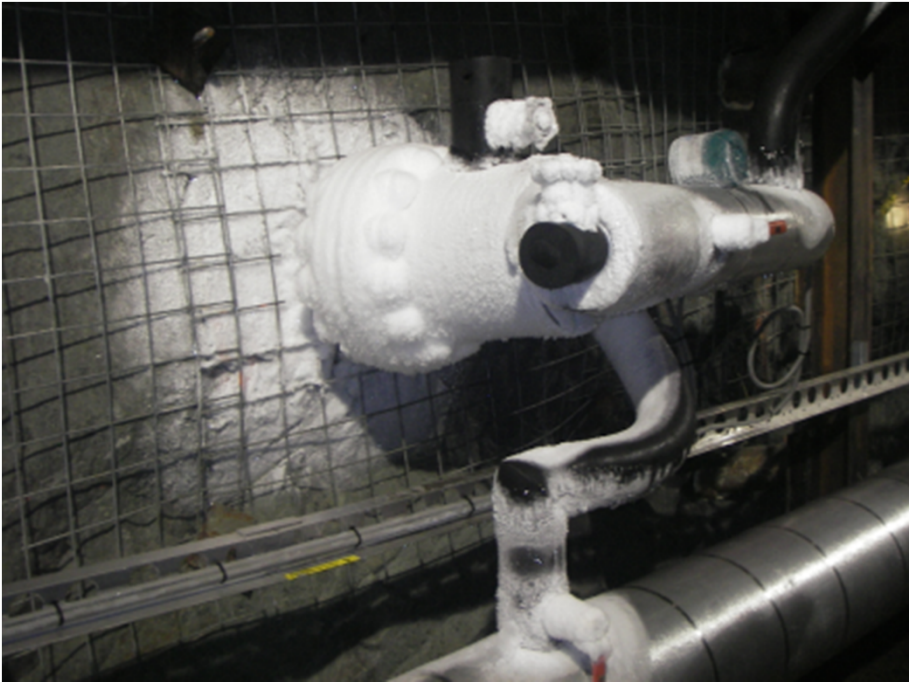
Coolant Distribution Piping



Freeze Optimization Study – Results to Date

- Ground is freezing faster than expected
- Both active freezing and hybrid freezing systems are working well
- Good data set for further engineering analyses and design optimization

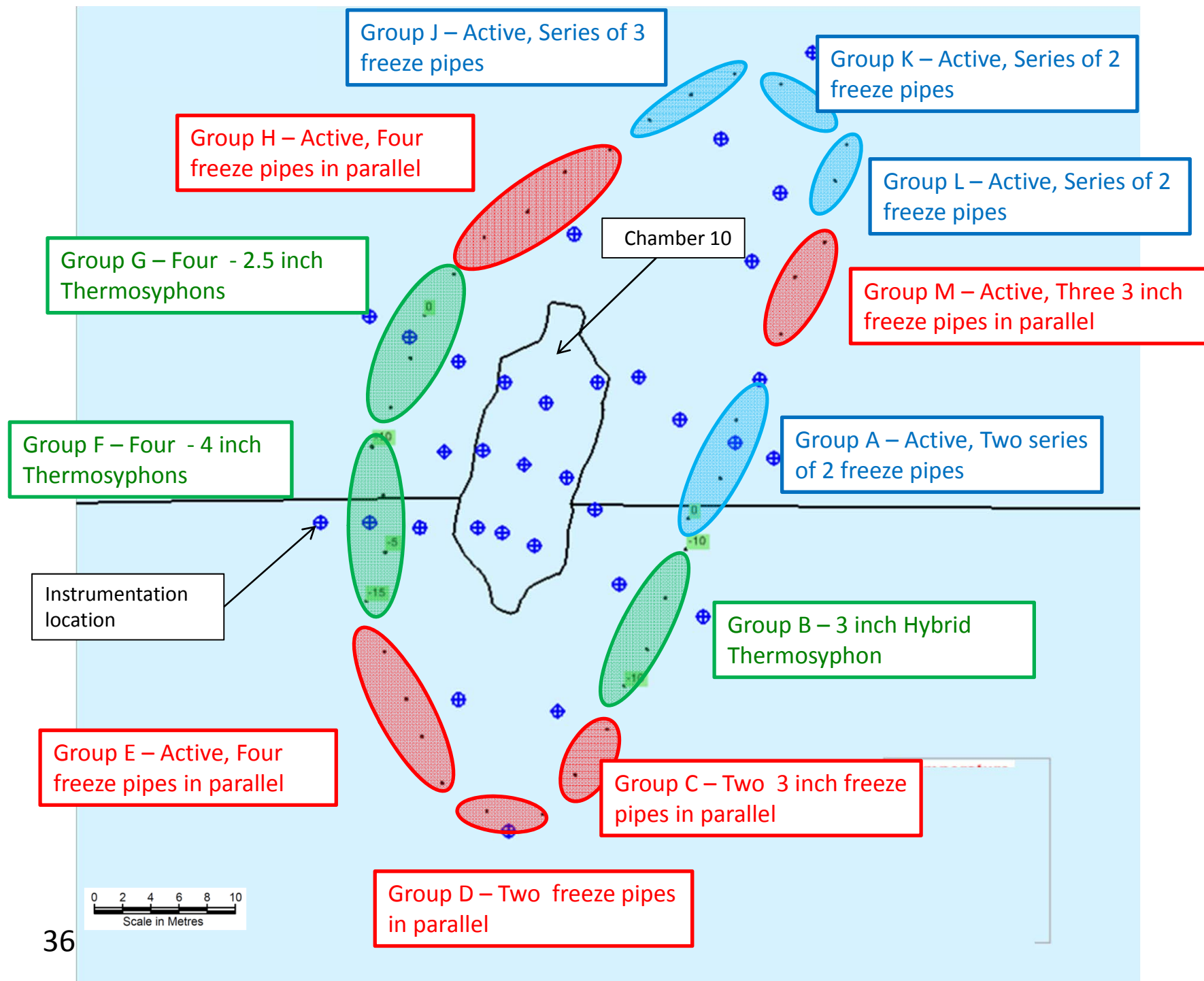
Underground Freeze System



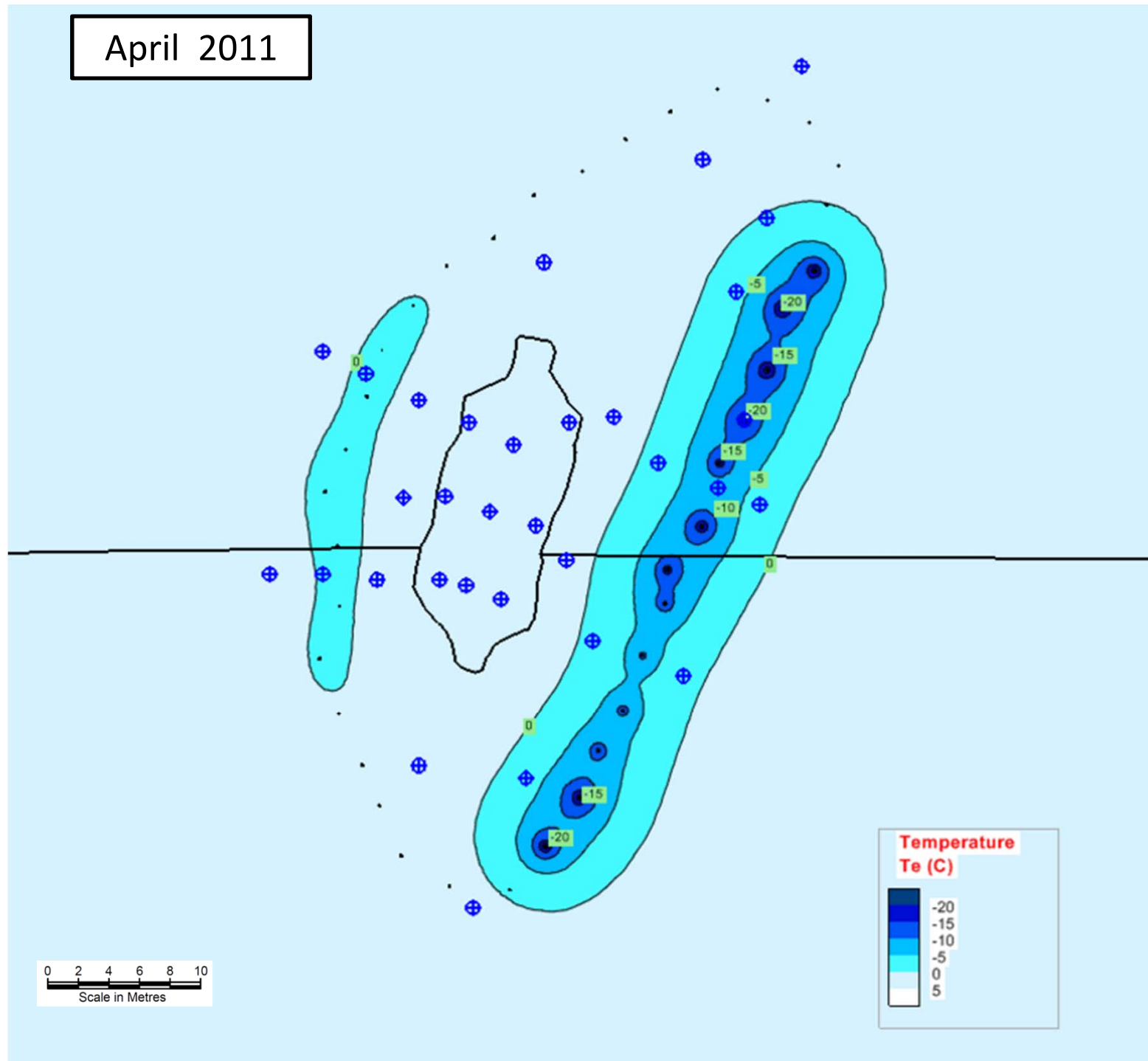
- Underground tunnel below Chamber 10 in March 2011

- Same tunnel in September 2011

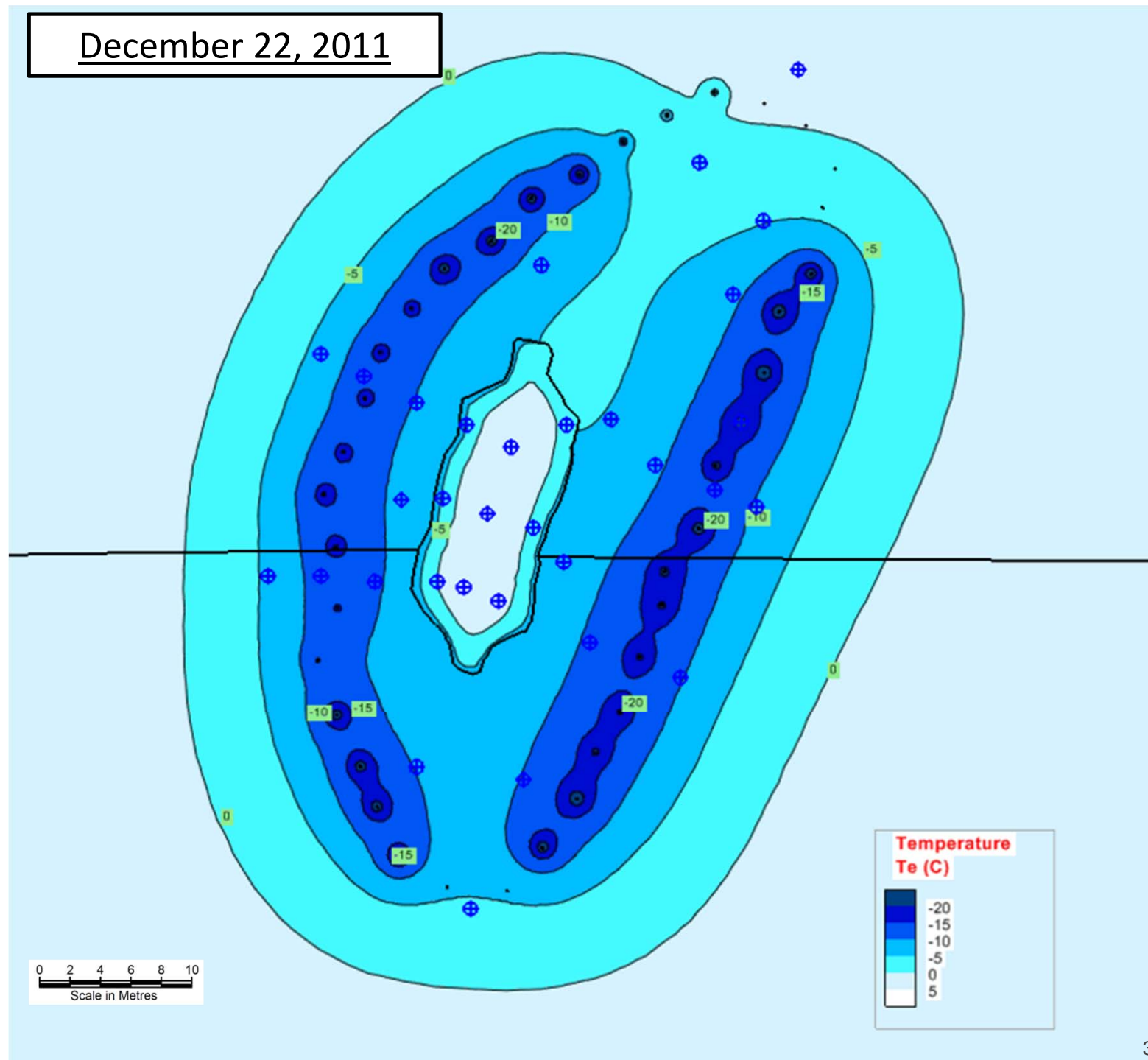




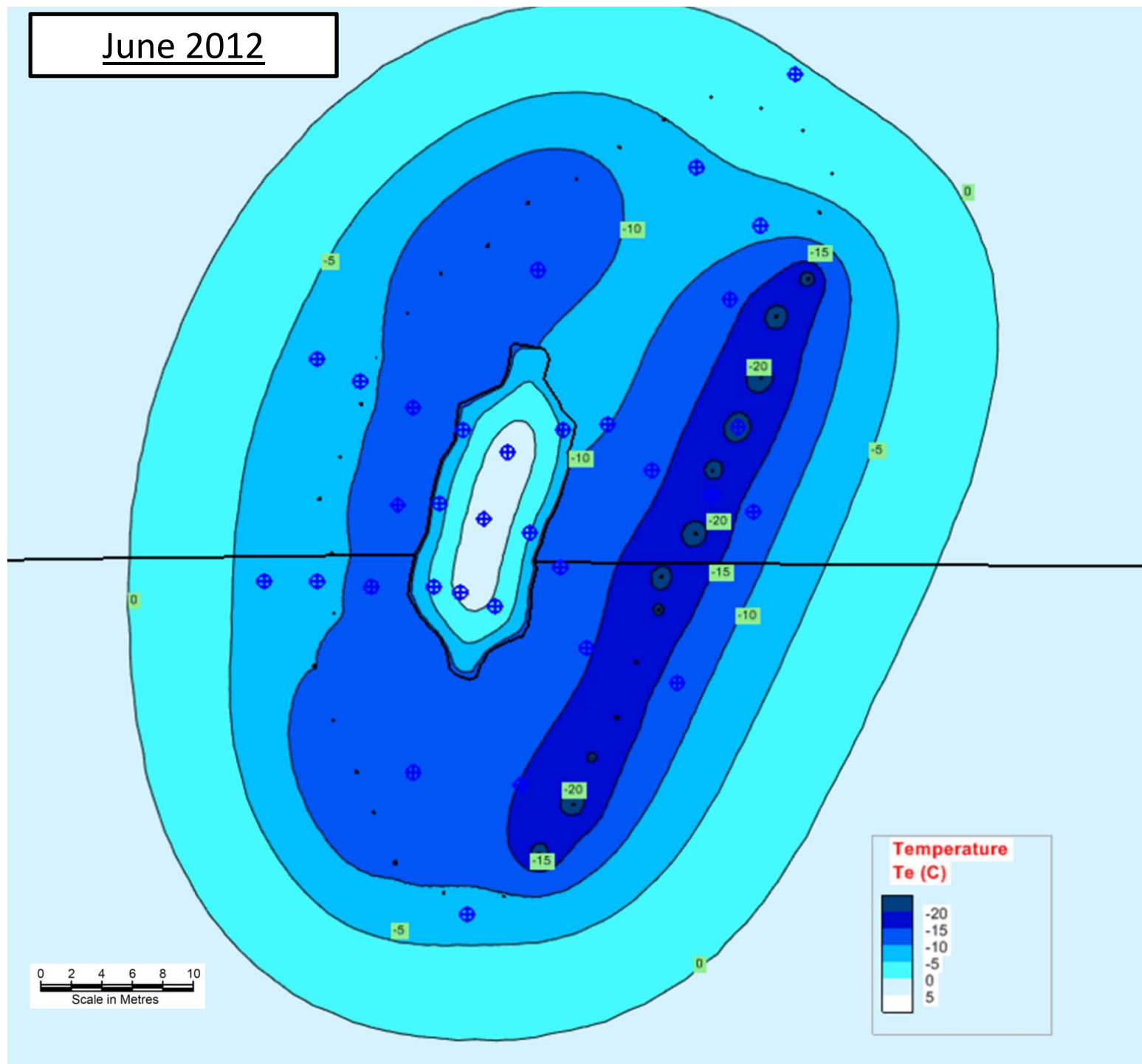
April 2011

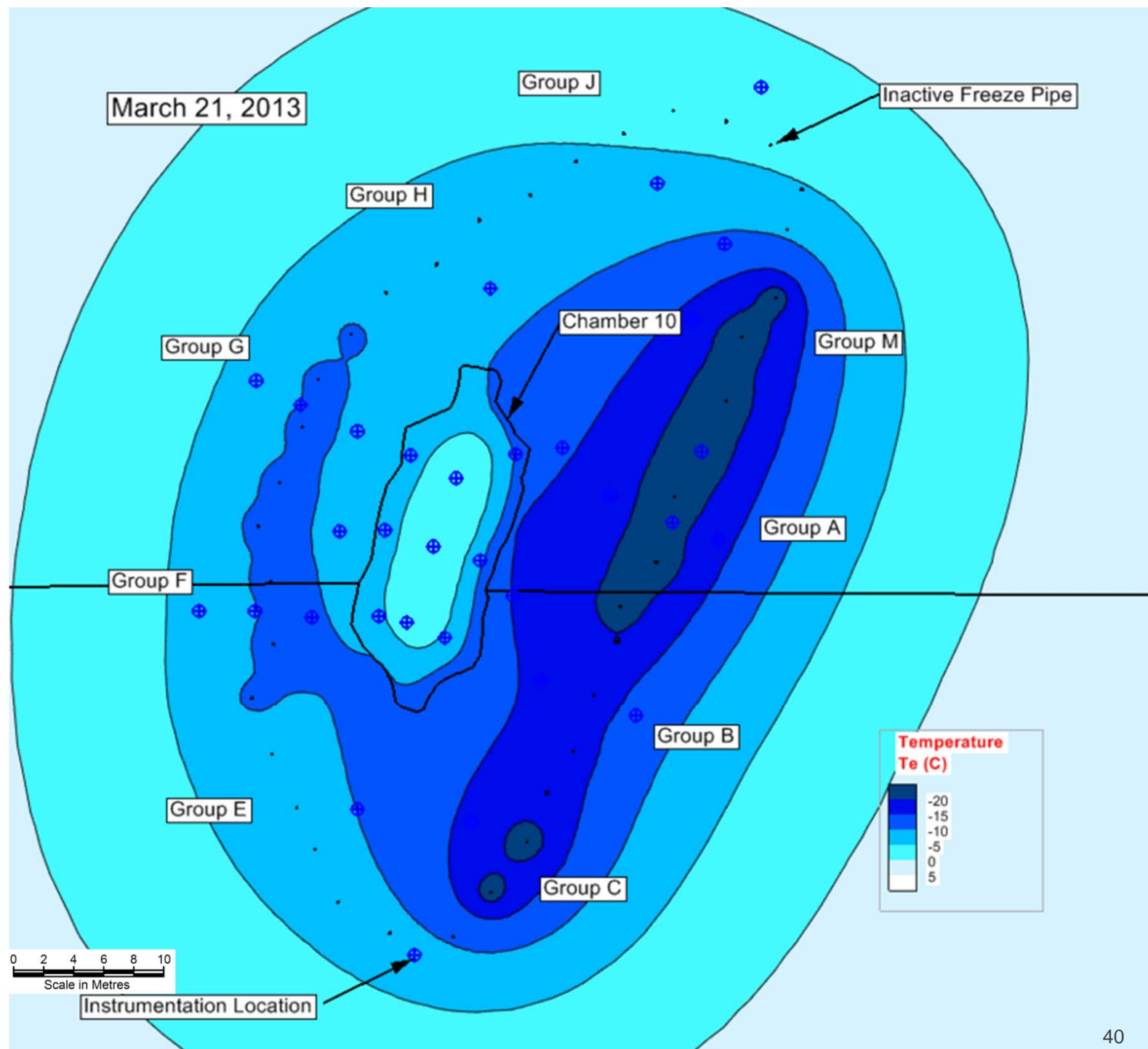


December 22, 2011



June 2012



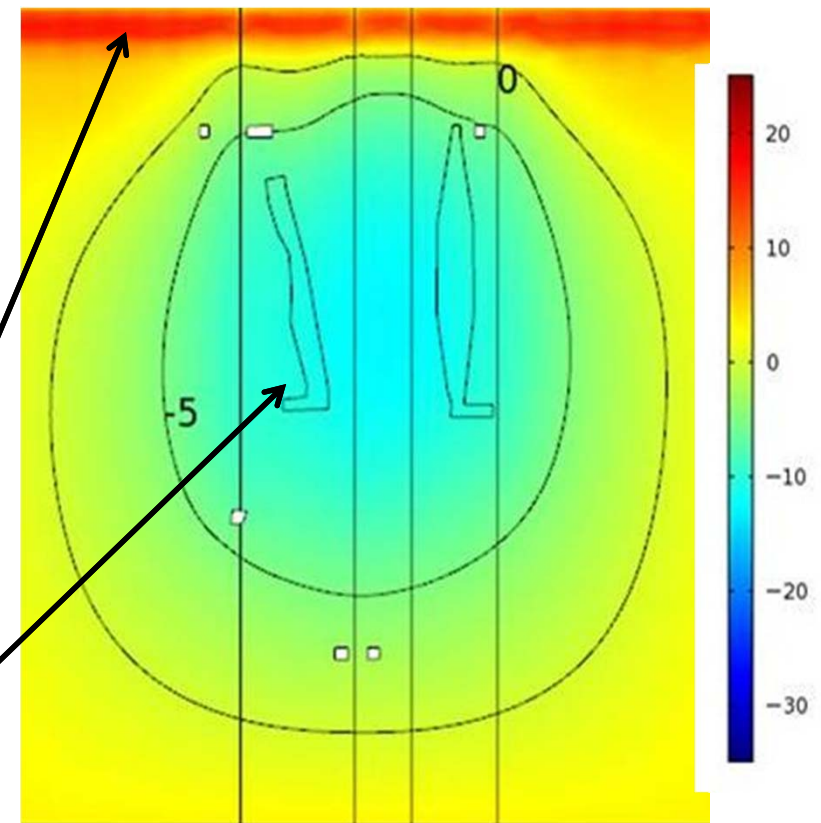


| Data Analysis to Date

- Estimate material properties – calibrate thermal models
- Show influences on rate of initial freezing
- **Assess long-term performance** under worst case climate change
- **Assess possible design improvements**

Assessing Long-term Performance

- Worst case climate warming (+6.1°C increase to the MAAT)
- Passive freezing (thermosyphons) only
- Thermosyphons maintain the frozen block even under extreme climate warming
- Chambers C10 & C212
 - Ground surface gets quite warm in summer
 - Dust remains at -5C

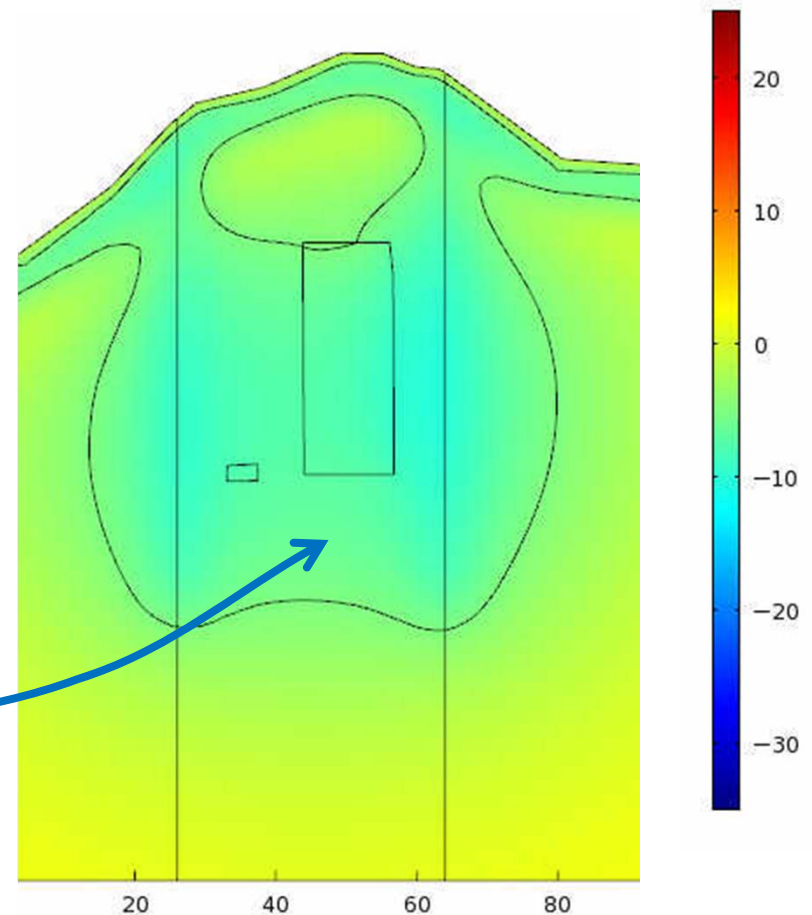


Design Improvements

- Important part of the engineering process
- New information
 - Environmental assessment
 - Stakeholder input
 - Field tests and engineering studies
- Optimization at every step
 - “Is there a way to do this even better?”

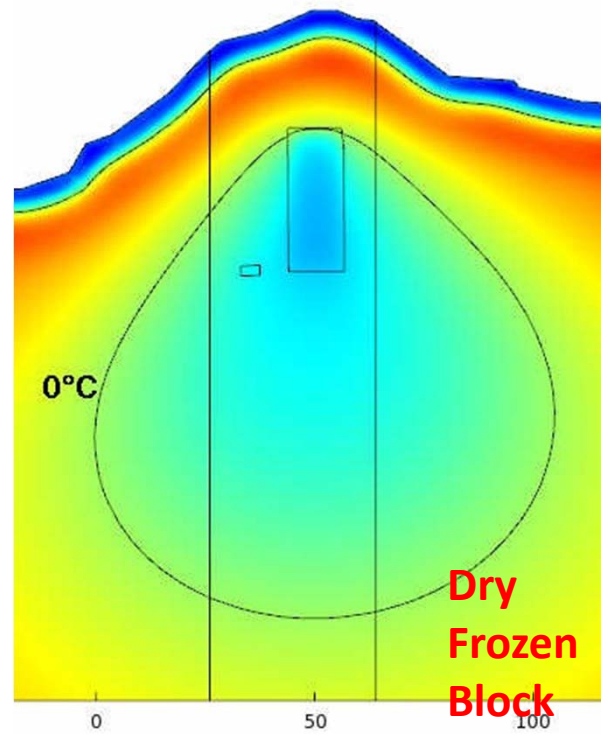
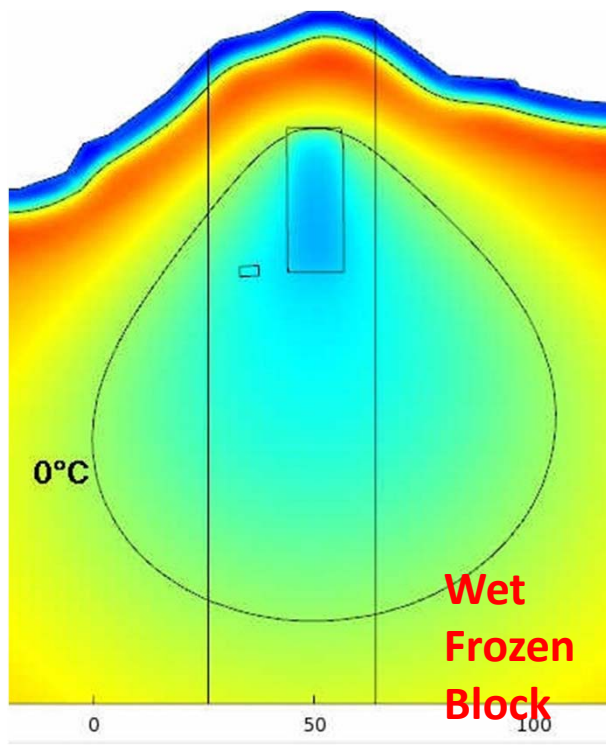
Possible Design Improvements (Example 1)

- Rock below chambers and stopes freezes very rapidly
- Might not need horizontal pipes under the arsenic dust
- This example shows freezing with surface thermosyphons only
- Note good freezing of rock below chamber



Possible Design Improvements (Example 2)

- Rock around a dry frozen block stays cold for as long as rock around a wet frozen block
- Might not need to add water



Both figures assume extreme climate warming & all thermosyphons inoperable for 20 years

Possible Design Improvements (Many Other Examples):

Other detailed design elements currently under evaluation:

- More pipes, less pipes, deeper pipes?
- Active or hybrid, pipe diameter, pipe materials, freeze plant type and size, power supply, etc.
- Temperature monitoring by thermistors or thermocouples, how many, where located, etc.
- Data handling methods, error checking, report generation, remote access, stakeholder access, etc.

Summary

- The arsenic trioxide dust in its current state at the Giant Mine represents a real risk
- The frozen block method was selected through a long and careful process and is the best option available, it will mitigate the risk and be safe over the very long term.
- The freeze optimization study had been successful in demonstrating that method will work and useful for optimization of the full-scale freeze design.

Thank-you for your attention

