

RE:

DENINU KUE FIRST NATION P.O. BOX 1899 FORT RESOLUTION, NT X0E 0M0

FACSIMILE TRANSMITTAL SHEET

TO: FROM: Mackenzie Valley Environmental Chlef Louis Balsillie, Deninu Kue First Impact Review Board Nation COMPANY: DATE: MVEIRB **JANUARY 18, 212** FAX NUMBER: TOTAL NO. OF PAGES. (867) 766-7074 38 including cover PHONE NUMBER: SENDER'S REFERENCE NUMBER:

Gah Cho Kue Environmental Impact
Review Process Information Request

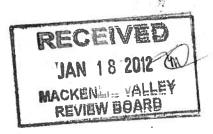
☐ URGENT☐ FOR REVIEW☐ PLEASE COMMENT☐ PLEASE REPLY☐ PLEASE RECYCLE

NOTES/COMMENTS:

ATTENTION:

Alan Elrich, Chuck Hebert, Environmental Assessment Officers

From: Rosy Bjornson, DKFN Resource Management Coordinator





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January 17, 2012

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RE: Review of Environmental Impact Statement for the Gahcho Kue Diamond Project

We are pleased to present to you the results of our review of De Beers Canada Inc.'s (De Beers) environmental impact statement (EIS) for the proposed Gahcho Kué Diamond Project (the Project). In summary, De Beers is proposing to develop a diamond mine in the North Slave Region of the NWT at Longitude 63° 26' North and Latitude 109° 12' West. The Project site is located at Kennady Lake, approximately 140 kilometres (km) northeast of Łutselk'e and 280 km northeast of Yellowknife and is located the transition between the boreal forest and the northern tundra.

The Project will take about two years to build, which will include time for dewatering much of Kennady Lake in order to access to the ore that lies under the lake. Ore will be mined for about 11 years from three separate pits. At the conclusion of the mining operations, the Project will be decommissioned and Kennady Lake will be refilled with water. It will take about eight to sixteen years for Kennady Lake to return to its natural water level after the facilities have been decommissioned.

Kennady Lake discharges to the north, via a series of small lakes, into Kirk Lake and then into Aylmer Lake. Aylmer Lake is located on the main stem of the Lockhart River about midway along its length. The Lockhart River system drains into the north-eastern arm of Great Slave Lake.

In this letter report we identify information requests directed towards De Beers in order to obtain additional information, receive clarification on issues and concerns and to improve an understanding to the implications of the project on natural resources that are important to the DKFN.

As was set out in a meeting with the other Akaitcho Treaty 8 first nations (Lutsel K'e Dene First Nation, Yellowknives Dene First Nation), our review has focused on the technical aspects of Section 10 of the EIS - Key Line of Inquiry: Long-term Biophysical Effects, Closure and Reclamation. Where time and resources have allowed, we have also reviewed the materials prepared by the other first nations and have commented on other sections of the EIS.

Presented below are the information requests that we believe will be some of the key issues associated with the EIS.

Key Line of Inquiry: Long-term Biophysical Effects, Closure and Reclamation

Subject: Section 10.1 INTRODUCTION

Preamble: Under subsection 10.1.2 Purpose and Scope; the assessment of cumulative impacts is not included.

Request: Provide clarification as to whether cumulative impacts are included in the scope of the assessment for the long-term biophysical effects.

Subject: Section 10.1 INTRODUCTION

Preamble: Under subsection 10.1.3 Study Area; in an area of such an amazing frequency of rivers and lakes is the hydrological connectivity always completely limited to the obvious and surface visible connections via rivers or can subsurface connections via the aquifer also exist?

Request: If yes, is the LSA correctly defined?

Subject: Section 10.1 INTRODUCTION

Preamble: Under subsection 10.1.4 Content; the title "Cumulative Impact Assessment to the Lockhart River System" is missing.

Request: Has a real cumulative impact assessment been carried out? Please provide details.

Subject: Section 10.2 SUMMARY

Preamble: Under Closure and Reclamation Plan (p. 10-12); the reclamation program includes 'construct additional fish habitat enhancement structures'.

Request: Provide details on the site locations and design of these structures.

Subject: Section 10.2 SUMMARY

Preamble: Under Existing Environment (p. 10-12); "groundwater or subsurface water quality" is missing as a component from this section.

Request: Is "groundwater or subsurface water quality" just missing as a component of the existing environment here or throughout the EIS?

Subject: Section 10.2 SUMMARY

Preamble: Under Long-term Effects to Water Quality (p. 10-14); seepage from materials in the mine rock pile, coarse PK pile and fine PKC facility is expected to enter surrounding water bodies.

Request: Have attempts been made to quantify this seepage through modeling? If not, how can this seepage be stopped or the seepage water be treated to a quality that conforms with CCME Water Quality Guidelines? Section 3 – Project Description on page 3-4 states "The only outflow from the controlled area will be licensed discharges that are monitored". Will the aforementioned seepage be licensed and monitored?

Subject: Section 10.2 SUMMARY

Preamble:

Request: Provide a detailed analysis comparing expected under-ice O_2 winter concentrations with O_2 demands of all present fish species to assess potential mortality rates for all species and the overall changes to the species composition. In addition to an analysis for all fish species, this analysis should include the effects to invertebrates and aquatic vegetation.

Subject: Section 10.2 SUMMARY

Preamble:

Request: Please provide a detailed analysis comparing expected post-closure year-round concentrations of chromium, iron, cadmium and copper and compare with toxicity of the metals for all present fish species throughout the life history stages for fish species using Kennady Lake. Please assess potential mortality rates for all species and the overall changes to the species composition. In addition to an analysis for all fish species, this analysis should include the effects to invertebrates and aquatic vegetation.

Subject: Section 10.2 SUMMARY

Preamble:

Request: Please provide the analysis suggested for Kennady Lake in the last two requests for Area 8 as well.

Subject: Section 10.2 SUMMARY

Preamble: Under Long-term Effects to Fish and Fish Habitat (p. 10-16); the statement "The project is expected to have low or negligible effects on aquatic health in Kennady Lake...therefore, no effects to fish populations or communities are expected to occur..." is in stark contrast with the statement "...due to the change in trophic status to mesotrophic, overwintering habitat in Kennady Lake at post-closure may become more limited for cold water fish species, such as lake trout and round whitefish, than under baseline conditions".

Request: We recommend deleting the misleading first statement and leaving the truthful second statement. We further recommend to look into wind powered aeration as a mitigative measure to avoid winter kill of fish under the ice.

Subject: Section 10.2 SUMMARY

Preamble: Under Long-term Effects to Fish and Fish Habitat (p. 10-17); the recstablishment of a fish community post closure in Kennady Lake re-filling could be helped along with a compensatory measure in form of a stocking project with fish from surrounding lakes.

Request: Consider a stocking project during the post-closure period of the project.

Subject: Section 10.2 SUMMARY

Preamble: Under Long-term Effects to Fish and Fish Habitat (p. 10-18); the fish species composition or the increase in grazeable plankton following re-colonization is speculative. The added nutrients may lead to the establishment of a phytoplankton community that is less grazeable, contribute less to the trophic chain and ultimately lead to less fish in the lake.

Request: In consideration of above, provide an updated assessment of this section.

Subject: Section 10.2 SUMMARY

Preamble: Under Long-term Effects to Downstream Watersheds, Long-term Effects to Water Quality (p. 10-19); the predicted increase of Phosphorus and trophic status from oligo- to meso-trophic in Lakes M3 and M4 will apparently "remain sufficient to support aquatic life". Certain species that are part of "Aquatic life" can persevere without any oxygen at all.

Request: Please state what the anticipated effects are of the decreased under-ice O₂ levels on fish, zooplankton and phytoplankton in Lakes M3 and M4.

Subject: Section 10.2 SUMMARY

Preamble:

Request: Have the small lakes in the L watershed been investigated for under-ice fish presence? It is recommended that the assumption of no fish in these lakes be validated.

Subject: Section 10.2 SUMMARY

Preamble: Even if the trophic status of Lake 410 will not change from oligo- to meso-trophic, a small increase in primary productivity can lead to under-ice O₂ depletion and winter fish kill.

Request: Provide more detail with regards to the anticipated effects of increased nutrients on Lake 411. Please also state whether the current oligo-trophic classification is based on a Phosphorus or a Nitrogen limitation.

Subject: Section 10.2 SUMMARY

Preamble: Under Long-term Effects to Downstream Watersheds, Long-term Effects to Fish and Fish Habitat (p. 10-20); as pointed out before, the sentence "...no effects to fish populations or communities are expected to occur from changes in aquatic health" is preceded by the statements "... although there may be reduced suitability and availability of spawning habitat immediately downstream of Kennady Lake due to increased benthic algal growth on streambed substrates" and "... there may be reductions in overwintering habitat availability or suitability...".

Request: The latter statements contradict the "no effects to fish" statement and we therefore recommend to delete the "no effects to fish" statement and instead provide more detail about the fish species that will likely be affected and suggest mitigative or compensatory measures.

Subject: Section 10.2 SUMMARY

Preamble: Under Residual Impact Classification (p. 10-22); the statement "The projected long-term impacts of the Project on the suitability of water to support a viable and self-sustaining aquatic ecosystem are considered to be not environmentally significant for the Kennady Lake watershed, and its downstream watershed" is not supported by earlier statements about the potential for under-ice winter kills due to higher phosphorus and primary productivity levels causing increased bacterial breakdown that will reduce the O₂ levels under the ice. In addition to the loss of lacustrine fish, winter fish kills cause large changes to aquatic ecosystems based on the cascading trophic interactions hypothesis as shown by Vanni et al. (1990). Large increases in phytoplankton grazing due to less predation on zooplankton may completely change the limnology of Kennady Lake.

Request: We recommend that De Beers carry out a more detailed analysis and modeling exercise of the anticipated winter fish kills and suggest mitigative and compensatory measures such as aeration, combined with the introduction of highly efficient zooplankton grazers such as cisco.

Subject: Section 10.3 EXISTING ENVIRONMENT

Preamble: Subsection 10.3.2.1 Temperature and Dissolved Oxygen; figures 10.3-4 show that in addition to low oxygen concentrations in deeper water, fish located directly under the ice would find hyperoxic conditions with oxygen saturation levels of more than 150%. In this scenario, the range of suitable oxygen saturation depths would be between 2-6 m in some basins of Kennady Lake and between 2-12 m in others. The expected post-closure increase in bacterial oxygen consumption to facilitate the phosphorus mediated increase in breakdown of organic matter will further reduce oxygen concentrations. This may results in a very small range of depths suitable for overwintering of fish.

Request: More modeling and examples from other studies are needed to assess whether the anticipated oxygen reduction will render Kennady Lake uninhabitable for fish under the ice.

Subject: Section 10.3 EXISTING ENVIRONMENT

Preamble: Subsection 10.3.2.4 Metals; it is certainly a fact that metal concentrations in excess of CCME levels are often found in uncompromised watersheds but it is also true that for any additional discharge of metals into those waters, site specific water quality objectives have to be developed.

Request:. Have site specific water quality objectives been developed?

Subject: Section 10.3 EXISTING ENVIRONMENT

Preamble: Subsection 10.3.3 Lower Trophic Levels; in Figure 10.3-6 Relative Biomass of Major Phytoplankton; the very high and most likely statistically significant variability in phytoplankton composition between years demonstrates the unpredictability of effects potentially caused by the anticipated phosphorus fertilization. Especially since higher primary and secondary productivity also influences pH stability which in turn will influence the composition of the phytoplankton community. In summary, effects of the added phosphorus to Kennady Lake are completely unpredictable but will certainly be seen. All statements predicting no significant negative change to the Kennady Lake and downstream lakes are completely speculative and come with a high degree of uncertainty.

Request: Given that a precautionary approach should be taken, we would recommend that DeBeers admits to this unpredictability and set aside a compensation trust fund for the potential loss of Kennady Lake as a fish rearing lake. As part of this compensation trust

fund DeBeers could suggest compensatory measures and use them as measures to build good local relationships.

Subject: Section 10.3 EXISTING ENVIRONMENT

Preamble: In Figure 10.3-7 Relative Abundance of Major Zooplankton Taxa in Kennady Lake, the very high and most likely statistically significant variability in phytoplankton and zooplankton composition between years is justification for more sampling. Through the addition of samples taken throughout one year and over more years, DeBeers may be able to better explain the high variability and make assumptions about future effects of phosphorus addition.

Request:. This should be a consideration for the aquatic effects monitoring program.

Subject: Section 10.3 EXISTING ENVIRONMENT

Preamble: Under Subsection 10.3.4.1 Aquatic Habitat, Streams; the rare gravel substrates in the streams downstream of Kennady Lake will be used by arctic grayling for spawning and should therefore be identified in detail.

Request:. This site should be used as a monitoring site of the effects of increased primary productivity expected post-closure and for changes in hydrology during mine operations. If negative effects are identified, mitigative (such as gravel cleaning) or compensatory measures (such as creation of added spawning gravel) should be considered.

Subject: Section 10.4 CLOSURE AND RECLAMATION

Preamble: Subsection 10.4.1.3 Mine Rock Piles; the approach taken by De Beers to structure the mine rock piles in a way that keeps the PAG rock in a permanently frozen state is fine as long as all PAG rock will be stored under water at closure. Climate change has already thawed permafrost areas and a permanent storage of PAG rock neutralized by freezing may therefore pose the risk of thawing and acid rock drainage and subsequent metal leaching.

Request: Provide an assessment of storing all PAG rock under water at closure.

Subject: Section 10.4 CLOSURE AND RECLAMATION

Preamble: Subsection 10.4.1.7.1 General Demolition and Disposal Procedures, mentions the disposal of inert solid materials.

Request: Provide a map showing where the inert solid landfill is located.

Subject: Section 10.4 CLOSURE AND RECLAMATION

Preamble: Subsection 10.4.1.7.9 Conceptual Fish Habitat Compensation Plan, in Table 10.4-2, raising lakes A3, D2, D3, E1 and N14 are proposed as compensation measures. The potential effects of raising these lakes relative to methyl mercury generation, increased shoreline erosion, and increased turbidity are not specified.

Request: Provide an assessment of these potential effects, as well as the potential effects from increased turbidity on phytoplankton development, fish feeding, gill abrasion and egg survival rates. Also, provide an assessment of how the presence of permafrost on the shoreline may exacerbate erosion and turbidity effects, and may prolong the period until the shoreline (and effects) stabilizes.

Subject: Section 10.4 CLOSURE AND RECLAMATION

Preamble: Subsection 10.4.3 Consideration of Public Feedback and Traditional Knowledge in Developing the Plan; it needs to be mentioned that the increased primary productivity poses the very real risk of winter fish kills under the ice due to low oxygen saturation (hypoxia) conditions.

Request: Please update this section accordingly.

Subject: Section 10.4 CLOSURE AND RECLAMATION

Preamble: On page 10-87, Protect the Quality of Water.

Request: Please explain the statement "Supplemental mitigation considered for the Fine PKC Facility will reduce loading of geochemical constituents (e.g. phosphorus) associated with seepage that comes into contact with fine PK". Page 10-80, 10.4.2.2 did not give us any more clues about the planned supplemental mitigation.

Subject: Section 10.4 CLOSURE AND RECLAMATION

Preamble: Subsection 10.4.3.3.4 Reclaimed Processed Kimberlite Facilities Not Attractive to Caribou, mentions that these facilities will not be attractive to caribou therefore no effects to caribou are expected. However, there is no mention of other wildlife species (e.g., small mammals) using these facilities post-closure. Small mammals are vital prey species for other wildlife species (e.g., wolverine, grizzly bears, foxes) that are top level predators.

Request: Provide an assessment of the health risk to these predators when they prey upon small mammal species that inhabit the processed kimberlite facilities during the post-closure phase of the Project.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Nutrients (p. 10-91), three mitigation strategies are being considered for the Fine PKC Facility.

Request: Describe potential contingency measures that could be undertaken post-closure, to reduce phosphorous loadings to Kennady Lake. should the mitigation strategies not perform as anticipated.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Nutrients (p. 10-91), the modeled elevation of the trophic status from oligo- to eutrophic would likely lead to large winter fish kills. Therefore it will be crucial to implement the well thought out supplemental mitigation measures.

Request: Please clarify the model that was used to reach the conclusion that the top 6 m of the water column would stay suitable as overwintering habitat despite higher nutrient loadings given that only the top 6 m of the water throughout the lake are suitable for overwintering before increased primary productivity. Please also consider the current O₂ super-saturation found right below the ice to further reduce fish overwintering habitat. Please quote examples out of the peer-reviewed literature to prove that the model assumptions are correct and that the predicted model outcome will be likely.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Nutrients (p. 10-91), an in-depth discussion of low O₂ concentrations on benthic invertebrates is missing. Lowell et al. (1999) are reporting that benthic invertebrates show reduced feeding and change their behaviour in search of higher O₂ concentrations. Similar changes have been observed by other authors. These kinds of changes can lead to sweeping changes in the food base for fishes and the whole lake ecosystem and should be considered.

Request: Please provide an assessment of low O2 concentrations on benthic invertebrates.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Under Subsection 10.5.4 Long-term Effects to Aquatic Health; Chromium, Iron, Cadmium and Copper concentrations will exceed water quality guidelines. Therefore site specific water quality guidelines must be developed for evaluation by DFO. The detailed rationale required to develop site specific water quality guidelines will give De Beers the opportunity to mention all mitigative circumstances.

Request: Identify site specific water quality objectives for the project.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Under subsection 10.5.5 Long-Term Effects to Fish and Fish Habitat (p. 10-95), the authors state: 'The predicted change in the trophic status of Kennady Lake is expected to result in an increase in summer phytoplankton biomass... increased secondary productivity and biomass of the zooplankton community'.

Request: Although not suggested in the report, please discuss the feasibility and rationale of introducing the planktivorous cisco (native to Lake N16, Lake 410 and Kirk Lake) into Kennady Lake. Please discuss relative to the increased zooplankton populations and relative to potential effects on overwinter dissolved oxygen concentrations.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Under subsection 10.5.5 Long-Term Effects to Fish and Fish Habitat; the anticipated chain of events following the anticipated increase in primary productivity is well described but the decrease in suitability for overwintering may not only apply to Lake Trout and Round Whitefish if the current O₂ supersaturation is considered.

Request: A more detailed explanation is needed. In addition, the local First Nations groups may consider what kind of measures they would expect to compensate for the potential loss of at least lake trout and round whitefish.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: The aquatic habitat figures on pages 10-50 and 10-51 show a limited distribution of cobble/gravel substrates in Kennady Lake.

Request: Provide an assessment of the importance of these areas as potential fish spawning habitats, and the post-closure implications on Kennady Lake fish populations of locating 5034 Pit and Tuzo Pit on or immediately adjacent to these substrates. Similarly, provide an assessment of the post-closure implications on potential fish spawning of siting the South Mine Rock Pile on boulder/cobble substrate in Area 6.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Under Subsection 10.5.6 Recovery of Kennedy Lake; in general, De Beers has followed the proper approach to the prediction of the recovery time but based on the assessment, the majority of examples chosen to compare the Kennady Lake conditions are based on conditions found in more temperate areas. Obviously, more limnological research has been carried in lower latitudes and more temperate climates and therefore examples from sub-arctic areas are sparse. Therefore, it is impossible to determine the exact outcome of the increased primary productivity.

Request: De Beers should therefore err on the side of caution and assume that under-ice winter fish kills will happen and suggest how to best mediate them or, in the worst case scenario, compensate for them. One idea for compensation of the use of Kennady Lake during operations of the mine could be the establishment of a cold water fish hatchery

and grow-out operation. Fed by a pump, the hatchery could produce edible size fish of one or two of the species preferred by local First Nations.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Under Subsection 10.5.6 Recovery of Kennedy Lake; based on local low organic carbon content of the soils, the likelihood of microbial methyl mercury production and release from flooded organic matter is low.

Request: Due to the high toxicity of methyl mercury, the monitoring of mercury levels in all lakes with flooded shores should be conducted often (weekly or monthly) and lime could be added only if needed as a short-term measure. The release of methyl mercury from flooded soils is time limited and therefore a temporary measure may be all that is needed until the soils stop to release methyl mercury.

Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Under Subsection 10.5.6 Recovery of Kennedy Lake; we agree with the general statements that the post-closure and recovered fish community will likely still be composed of the same species as found before Kennady Lake was de-watered and that the increased primary production may favour northern pike over lake trout as the top predator.

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Subject: Section 10.5 EFFECT OF PROJECT ACTIVITIES ON THE LONG-TERM RECOVERY OF KENNEDY LAKE

Preamble: Predicted Recovery of Kennady Lake (p. 10-103), the authors state: 'Mesotrophic conditions (in Kennady Lake) are likely to be more favourable to northern pike...'

Request: Although not suggested as a potential compensation measure in the report, please discuss the feasibility and rationale of creating/enhancing shallow water habitat for northern pike.

Subject: Section 10.6 LONG-TERM EFFECTS TO DOWNSTREAM AQUATIC ECOSYSTEMS

Preamble: In general, all issues that are summarized in this section have been discussed before and the main potential threats to fish and invertebrates and their habitat are the increased primary productivity and the potential for winter fish kill that goes along with it. Heavy metal concentrations that are predicted to be exceeding water quality guidelines benefit from solution once they have reached downstream aquatic ecosystems and are modeled to be within water quality guidelines.

Request	
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Subject: Section 10.7 LONG-TERM EFFECTS TO WILDLIFE AND HUMAN USE

Preamble: Subsection 10.7.2.1.3 Long-term effects of a decrease in open water area to wildlife habitat, it is stated that long term residual effects to water birds and shorebirds are anticipated to be negligible in magnitude.

Request: How was this determined especially since "the classification of residual effects for wildlife has not been presented" (page 10-114 par 2 line 3)?

Subject: Section 10.8 IMPACT CLASSIFICATION

Preamble: Subsection 10.8.2 Results, Annex I, Water Quality Baseline states on page I4-2 "In general, DO concentrations at depths greater than 8 m in deeper basins and at depth below 4-6 m in shallow basins were below the CWQG for the protection of cold-water-life (9.5 mg/L for early life stages and 6.5 mg/L for other life stages)". It is important to remember that these values are valid for a pre-mine condition. In addition you have an average of 2 m ice thickness and in combination a thin layer from 2 m to 4-6 m of depth is suitable for the protection of cold water life under ice. The Residual Impact Classification does not use the conditions stated in Annex I as the basis for the evaluation of impact and no modeling or literature based prediction of the changes in O₂ concentrations in the thin layer of suitable overwintering habitat is given. Therefore residual impact cannot be classified as is.

Request: Please give a modeled or literature based likelihood of winter fish kills in post-mine closure Kennady Lake.

Subject: Section 10.8 IMPACT CLASSIFICATION

Preamble: Subsection 10.8.2 Results, Annex I, to classify residual impacts on arctic grayling, the previously mentioned potential for fish winter kill or reduction in spawning habitat at the outlet of Kennady Lake due to nutrient enrichment needs to be taken into consideration.

Request: Please include the two factors into the residual impact classification and reassess all assumptions made.

Subject: Section 10.8 IMPACT CLASSIFICATION

Preamble: Subsection 10.8.2 Results, Annex I, as previously mentioned the potential for under-ice winter fish kills (arctic grayling or lake trout) and the reduction of spawning habitat for (arctic grayling) are hardly mentioned.

Request: We believe that these factors can significantly effect VCs and therefore ask DeBeers to re-assess the significance of effects to these factors based on existing data, better modeling and scientific literature.

Subject: Section 10.9 UNCERTAINTY

Preamble: Subsection 10.9.1 Project Site Water Balance and Hydrology; the uncertainty in the water quality modeling is much higher than stated. Based on the thorough analysis of Appendix 8.V, page 8.V-11 (Table 8.V-6), the model outcome of the level of oxygen depletion based on phosphorus enrichment is not clearly described throughout Section 10. Winter O₂ concentrations are calculated to become anoxic or close to anoxic below 6 m and to be between 7.7 mg/L and 10.34 mg/L from 0-6 m depth. Since the O₂ concentration values certainly do not decrease from 8.88 mg/L to 0 mg/L within a few centimeters De Beers should calculate all values from right under the ice to 6 m depth to inform the reader at which depth the O₂ concentrations fall to anoxic levels and below the CCME guidelines for aquatic life. Based on our quick and rough graphic estimation for an interpolation between the two given values, only the top 1 m of the water column would have sufficient O₂ levels for overwintering lake trout and the top 1-3 m would have overwintering O₂ levels for arctic grayling and northern pike.

Request: Please re-calculate the predicted O_2 concentrations under added phosphorus load for the whole depth profile from 0-6 m and re-evaluate all previous statements about significance of residual effects based on this re-calculation.

Subject: Section 10.9 UNCERTAINTY

Preamble: Subsection 10.9.4 Understanding of Ecosystems in the Region of the Project, there is no discussion about the understanding of long-term impacts to terrestrial ecosystems. It has been identified under several components that sedge wetlands are the most effected ecosystem in the Project area. These wetland also support the largest species composition (i.e., biodiversity) in the area.

Request: Provide additional information regarding the impacts to these important ecosystems and the resultant effects on the biodiversity in the project area.

Subject: 10.10 MONITORING AND FOLLOW-UP

Preamble: All water quality requirements for De Beers during operations and postclosure will be determined through the regulatory agencies.

Request: We recommend that De Beers develop a monitoring plan together with the local First Nation and include First Nations in the execution of water monitoring throughout the project operational and post-closure period. In this context De Beers may also consider an offer to train First Nations technicians in water quality monitoring methods.

Subject: 10.10 MONITORING AND FOLLOW-UP

Preamble: Subsection 10.10.2 Potential Monitoring Activities, long-term monitoring activities are focused on water quality, fish and fish habitat.

Request: Clarify if long-term monitoring for terrestrial biophysical components (e.g., caribou) will occur.

Subject of Note: Carnivore Mortality

Subject: 11.10.1 INTRODUCTION

Preamble: Subsection 11.10.1.3.4 Wolverine Study Area, this area is identified as the Slave Geological Province; however, on subsequent sections and figures in the chapter the potential effects to wolverine are discussed in the context of the RSA (Regional Study Area).

Request: Clarify what the assessment area is for wolverine.

Subject: 11.10.3 PATHWAY ANALYSIS

Preamble: Subsection 11.10.3.2.2 Primary Pathways, this section analyzes and classifies the primary pathways in the effects assessment including: changes to habitat quantity and fragmentation; changes to habitat quality, movement and behavior, and changes to survival and reproduction. The linkage between these effect pathways and the predominant cause of mortality at mine sites (i.e., attractants to site) is not clear.

Request: Demonstrate how the effect pathways are (or are not) linked to the predominate causes of carnivore mortality at the Project.

Subject: 11.10.4 EFFECTS ON POPULATION SIZE AND DISTRIBUTION OF GRIZZLY BEAR AND WOLVERINE

Preamble: Subsection 11.10.4.3.2 Effects Beyond the Regional Scale of the Project, Table 11.10-18 (p. 11.10-120) identifies a negative balance for preferred (high and good) habitats for all seasons for grizzly bear (decrease of 12.4%). A similar trend is presented for wolverine (decrease of 9.5%).

Request: Demonstrate the link between this expected decrease in preferred habitat and the predominate cause of carnivore mortality at mine sites. Provide an assessment of how this expected decrease in preferred habitat in the future and cumulative scenario is related to the long-term biophysical effects.

Subject: 11.10.4 EFFECTS ON POPULATION SIZE AND DISTRIBUTION OF GRIZZLY BEAR AND WOLVERINE

Preamble: Subsection 11.10.4.5 Effects from Changes in Prey Availability, cumulative effects of development were predicted to have a moderate effect on caribou abundance, which may change the encounter rate between grizzly bears and caribou. If prey availability rates change around the Project, scavenging predators may be attracted to other food sources.

Request: Provide an assessment of the changes to prey availability and the relationship to the predominate causes of potential carnivore mortality at the Project. Include a discussion of the long-term effects.

Subject of Note: Other Ungulates

Subject: 11.11.2 EXISTING ENVIRONMENT

Preamble: Subsection 11.11.2.3 Muskoxen, a description of habitat use, behaviour and distribution, population characteristics, and traditional and non-traditional use is provided.

Request: Provide a description of the status and trend of the local population of muskoxen in the Project area, particularly during the winter season. Provide an assessment of the proportion of the local population that is expected to be affected by the Project. Further, in the context of long-term trends and potential impacts, provide an assessment of whether increased occurrences of muskoxen are expected in the Project area.

Subject: 11.11.4 EFFECTS ON THE POPULATION SIZE AND DISTRIBUTION OF MUSKOXEN

Preamble: Subsection 11.11.4.1.2 Results, Table 11.11-6 (p. 11.11-65) identifies change in area and configuration of habitat types in the spring to autumn period.

Request: Explain how these changes in habitat types will effect the availability of wintering habitat for muskoxen in the Project area.

Subject: 11.11.6 RESTDUAL EFFECTS SUMMARY

Preamble: A discussion of the effects on populations and distributions is not included.

Request: Identify what the population and density of muskoxen and moose is in the RSA. Identify what the frequency of occurrence for these species is in the RSA. Clarify if there are impacts to any key habitat features (e.g., mineral licks) in the vicinity of the project that would result in a direct effect on these species.

Subject of Note: Species at Risk and Birds

Subject: 11.12.4 EFFECTS ON POPULATION SIZE AND DISTRIBUTION OF UPLAND BREEDING BIRDS

Preamble: Subsection 11.12.4.2.1 Methods, p. 11.12-102 3rd paragraph states that during baseline studies, $500 \text{ m} \times 500 \text{ m}$ plots were surveyed. It was previously stated that $100 \text{ m} \times 500 \text{ m}$ plots were surveyed.

Request: Clarify the methods used for the baseline studies for upland breeding birds.

Subject: 11.12.4 EFFECTS ON POPULATION SIZE AND DISTRIBUTION OF UPLAND BREEDING BIRDS

Preamble: Subsection 11.12.4..2.2 Results, it is stated that direct habitat loss is expected to decrease bird abundance.

Request: Provide an assessment of this impact on the bird species affected and effects to their local populations.

Subject: 11.12.5 EFFECTS ON POPULATION SIZE AND DISTRIBUTION OF WATER BIRDS

Preamble: Subsection 11.12.5,1.2 Results, it is stated that the lake surface area in the LSA will be decreased by 2.2%. It is presumed that the majority of this decrease will result from the loss of Kennady Lake as usable habitat during the operations of the project.

Request: Provide an assessment of the effects to the species composition and population levels of water birds directly affected by the loss of habitat in Kennady Lake.

This concludes of review of the Gahcho Kue EIS for this first round of information request. Our compiled comments on Section 10 of the EIS are included in Attachment A. The following references are included in our submission:

Lowell, R.B and J.M. Culp. 1999. Cumulative effects of multiple effluent and low dissolved oxygen stressors on mayflies at cold temperatures. Canadian Journal of Fisheries and Aquatic Sciences, 56: 1624-1630.

Vanni, M.J., C. Luecke, J.F. Kitchell, Y. Allen, J. Temte and J.J. Magnuson. 1990. Effects on lower trophic levels of massive fish mortality. Nature, 344: 333-335.

Please let me know if you have any questions or comments on the information presented above. I can be reached by email at mdentremont@lgl.com or by phone at 250-656-0127.

Sincerely,

Marc d'Entremont, PhD Candidate, R.P.Bio.

Senior Wildlife Biologist

ATTACHMENT A

LGL Limited Review of Gahcho Kue Diamond Project EIS

Detailed LGL Limited Comments on Section 10 Key Line of Inquiry: Long-term Biophysical Effects, Closure and Reclamation (Comments as of January 17, 2012)

Ref.#		Page & Par.	Deficiencles/Questions/Comments
10.1 IN	ITRODUCTION	· -	, and a second second
	10.1.1 Context	10-1	_ HIVING BRO S
<u> </u>	10.1.2 Purpose and Scope	10-2	Cumulative impact classification / assessment has not been included.
	10.1.3 Study Area	10-3	10.1.3.2 Study Area Boundaries.
-Shear Fig. 191			Are wolves included in the study area (LSA and RSA)
		10-8	In an area of such an amazing frequency of rivers and lakes is the hydrological connectivity always completely limited to the obvious and surface visible connections via rivers or can subsurface connections via the aquifer also exist? If yes, is the LSA correctly defined?
-	10.1.4 Content	10-10 & 10-11	The title "Cumulative Impact Assessment to the Lockhart River System" is missing. Has a real cumulative Impact assessment been carried out?
10.2 St	JMMARY		
		10-11	Closure and Reclamation Plan (p. 11-12): The reclamation program includes 'construct additional fish habitat enhancement structures'. Please provide details on the site locations and design of these structures.
		10-12 Existing Environment	Is "groundwater or subsurface water quality" just missing as a component of the existing environment here or throughout the EIS?
	·	10-14 Long- term Effects to Water	Seepage from materials in the mine rock pile, coarse PK pile and fine PKC facility is expected to enter surrounding water

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
-	TARREST STATES	Quality	bodies. Have attempts been made to
11 511		To discontant in	quantify this seepage through modeling? If
		- sughi ""	not, how can this seepage be stopped or
		In the second second	the seepage water be treated to a quality
	-i-stop #	um L N Elle	that conforms with CCME Water Quality
	en in india - Ti	a	Guidelines? Section 3 – Project Description
		p. draweger to	on page 3-4 states "The only outflow from
			the controlled area will be licensed
			discharges that are monitored". Will the
paraka a			aforementioned seepage be licensed and
_			monitored?
		7 E	Please provide a detailed analysis
			comparing expected under-ice O2 winter
		and the same	concentrations with O2 demands of all
-	X 1 102 1	July Burney J	present fish species to assess potential
1		00.00	mortality rates for all species and the
	9		overall changes to the species composition.
		3	In addition to an analysis for all fish species.
	to a beginning	n - 23	this analysis should include the effects to
			invertebrates and aquatic vegetation.
		N	Please provide a detailed analysis
			comparing expected post-closure year-
	t tall ingver-	plant and a	round concentrations of Chromium, Iron,
			Cadmium and Copper and compare with
			toxicity of the metals for all present fish
	and the second of		species throughout the life history stages
			for fish species using Kennady Lake. Please
- A - 3			assess potential mortality rates for all
			species and the overall changes to the
			species composition. In addition to an
	·		analysis for all fish species, this analysis
			should include the effects to invertebrates
11.00	_	_	and aquatic vegetation.
		269	Please provide the analysis suggested for
	- 1		Kennady Lake in the last two requests for
			Area 8.
		10-16, 10-17	The statement "The project is expected to
		Long-term	have low or negligible effects on aquatic
		Effects to Fish	health in Kennedy Laketherefore, no
		and Fish	effects to fish populations or communities
		Habitat	are expected to occur" are in stark
91 V		9 =	contrast with the statement "due to the

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
		The State of the Control	change in trophic status to mesotrophic,
		material config	overwintering habitat in Kennady Lake at
		and the second inferior	post-closure may become more limited for
		8. N	cold water fish species, such as lake trout
		Sales and the second	and round whitefish, than under baseline
	10	The same of the same	conditions". We recommend deleting the
		The second second of	misleading first statement and leaving the
		THE PERSON OF	truthful second statement.
	10	The consideration of the	We further recommend to look into wind
	America -	and the second second second second	powered aeration as a mitigative measure
1011111	V	13 19500 1	to avoid winter kill of fish under the ice
	Lada	10-17	The re-establishment of a fish community
		and the same of th	post closure in Kennady Lake could be
			helped along with a some acceptance
			helped along with a compensatory measure
		PART OF T	in form of a stocking project with fish from surrounding lakes.
		10-18	
11111/1		10,10	The fish species composition or the increase
			in grazeable plankton following re-
			colonization is speculative. The added
			nutrients may lead to the establishment of a
		3.0 40 100-20.01	phytoplankton community that is less
			grazeable, contribute less to the trophic
			chain and ultimately lead to less fish in the lake.
-		10-19 Long-	
		term Effects	The predicted increase of Phosphorus and
		to	trophic status from oligo- to meso-trophic in
		Downstream	Lakes M3 and M4 will apparently "remain
			sufficient to support aquatic life". Certain
		Watersheds,	species that are part of "Aquatic life" can
		Long-term	persevere without any oxygen at all. Please
. 41		Effects to	state the anticipated effects of the
		Water Quality	decreased under-ice O ₂ levels on fish, zoo-
	W 1 70211		and phyto-plankton in Lakes M3 and M4.
			Have the small lakes in the L watershed
		2 156	been investigated for under-ice fish
		in the second	presence? It is recommended that the
			assumption of no fish be validated.
K			Even if the trophic status of Lake 410 will
			not change form oligo- to meso-trophic, a
			small increase in primary productivity can
			lead to under-ice O ₂ depletion and winter
\$1E	- 2 H H/TL		fish kill. Please state more detail with

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
			regards to the anticipated effects of Increased nutrients on Lake 411. Please also state whether the current oligo-trophic classification is based on a Phosphorus or a Nitrogen limitation.
		10-20 Long- term Effects to Downstream Watersheds, Long-term Effects to Fish and Fish Habitat	As pointed out before, the sentence"no effects to fish populations or communities are expected to occur from changes in aquatic health" is preceded by the statements " although there may be reduced suitability and availability of spawning habitat immediately downstream of Kennady Lake due to increased benthic algal growth on streambed substrates" and
			" there may be reductions in overwintering habitat availability or suitability". The latter statements contradict the "no effects to fish" statement and we therefore recommend to delete the "no effects to fish" statement and instead provide more detail about the fish species that will likely be affected and suggest mitigative or compensatory measures.
		10-22 Residual Impact Classification	The statement "The projected long-term impacts of the Project on the suitability of water to support a viable and self-sustaining aquatic ecosystem are considered to be not environmentally significant for the Kennady Lake watershed, and its downstream watershed" is not supported by earlier statements about the potential for underice winter kills due to higher Phosphorus and primary productivity levels causing increased bacterial breakdown that will reduce the O ₂ levels under the ice. In addition to the loss of lacustrine fish, winter fish kills cause large changes to aquatic ecosystems based on the cascading trophic
-,			interactions hypothesis as shown by Vanni et al. (1990). Large increases in phytoplankton grazing due to less predation on zooplankton may completely change the

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
10.3 EX	ISTING ENVIRONM	MENT	limnology of Kennady Lake. We recommend that De Beers Canada Inc. carry out a more detailed analysis and modeling exercise of the anticipated winter fish kills and suggest mitigative and compensatory measures such as aeration, combined with the introduction of highly efficient zooplankton grazers such as Cisco (Suggestion by Marc Gaboury LGL Limited).
	10.3.1 Surface	10-23	
	Water Quantity		
	10.3.2 Surface Water Quality	10-28	33
		10-29, 10.3.2.1 Temperature and Dissolved Oxygen	Figures 10.3-4 show that in addition to low oxygen concentrations in deeper water, fish located directly under the ice would find hyperoxic conditions with oxygen saturation levels of more than 150%. In this scenario, the range of suitable oxygen saturation depths would be between 2-6m in some basins of Kennady Lake and between 2-12m in others. The expected post-closure increase in bacterial oxygen consumption to facilitate the Phosphorus mediated increase in breakdown of organic matter will further reduce oxygen concentrations. This may results in a very small range of depths suitable for overwintering of fish. More modeling and examples from other studies are needed to assess whether the anticipated oxygen reduction will render Kennady Lake uninhabitable for fish under the ice.
		10-34, 10.3.2.4	It is certainly a fact that metal concentrations in excess of CCME levels are
. =		Metals	often found in uncompromised watersheds
			but it is also true that for any additional discharge of metals into those waters, site specific water quality objectives have to be
n ell [®] e		N	developed. Have they been developed?
	10.3.3 Lower	10-39, Figure	The very high and most likely statistically

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
	Trophic Levels	10.3-6	significant variability in Phytoplankton
		Relative	composition variability between years
		Biomass of	demonstrates the unpredictability of effects
	n x firm	Major	potentially caused by the anticipated
		Phytoplankton	Phosphorus fertilization. Especially since
	100	Taxa in	higher primary and secondary productivity
		Kennady Lake	also influences pH stability which in turn will
			influence the composition of the
		. 12	phytopiankton community. In summary,
	780		effects of the added Phosphorus to Kennady
	M		Lake are completely unpredictable but will
	2 2		certainly be seen. All statements predicting
	9		no significant negative change to the
			Kennady Lake and downstream lakes are
			completely speculative and come with a
	e ,	*	high degree of uncertainty. Given that a
		DIN FOR S	precautionary approach should be taken,
			we would recommend that DeBeers Canada
+1		5)	Inc. admits to this unpredictability and set
	201	1	aside a compensation trust fund for the
			potential loss of Kennady Lake as a fish
1 77		5 0. 0 0. 0	rearing lake. As part of this compensation
		3	trust fund DeBeers Canada Inc. could
			suggest compensatory measures and use
			them as measures to build good local
2)		1	relationships.
11 11	4	Previous and	The very high and most likely statistically
		10-40, Figure	significant variability in Phytoplankton and
		10.3-7	Zooplankton composition between years is
		Relative	justification for more sampling. Through the
		Abundance of	addition of samples taken throughout one
		Major	year and over more years, DeBeers Canada
		Zooplankton	Inc may be able to better explain the high
		Taxa in	variability and make assumptions about
		Kennady Lake	future effects of Phosphorus addition. This
		7.08	should be a consideration for the aquatic
			effects monitoring program.
	10.3.4 Fish	10-55,	The rare gravel substrates in the streams
		10.3.4.1	downstream of Kennady Lake will be used
		Aquatic	by Arctic Grayling for spawning and should
	- 27 27 27	Habitat,	therefore be identified in detail. Gravel
		Streams	substrate sites should also be used as

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
= =	Marie Company		monitoring sites for the effects of increased
-			primary productivity expected post-closure
			and for changes in hydrology during mine
			operations. If negative effects are identified,
		1 19100-1-10	mitigative (such as gravel cleaning) or
			compensatory measures (such as creation
			of added spawning gravel) could be taken.
	10.3.5 Wildlife	10-58	P 10-59 par 1. mentions low wolverine
		- dje myer + 8 lik	densities - no reference is provided. Refer to
		alient size of	Mulders work.
		All part of the same	
10.4 Cl	OSURE AND RECL	AMATION	
	10.4.1	10-60	10.4.1.7.1 General Demolition and Disposal
	Conceptual	r ggregte i Sjot i	Procedures.
8	Closure and	The same of	
100	Reclamation	, chinistee II	Inert Solid Materials - where is the inert
	Plan		material landfill located?
			g 100
	vision .	and an arm	Proposed Conceptual Compensation Plan
70			(p. 10-73): In Table 10.4-2, raising lakes A3,
		B TALL IN	D2, D3, E1 and N14 are proposed as
			compensation measures. The potential
	n a gradul pri		effects of raising these lakes relative to
ĺ			methyl mercury generation, increased
× .		38,	shoreline erosion, and increased turbidity
			are not specified. Please discuss these
			potential effects, as well as the potential
			effects from increased turbidity on
			phytoplankton development, fish feeding,
			gill abrasion and egg survival rates. Also,
			please discuss how the presence of
			permafrost on the shoreline may
			exacerbate erosion and turbidity effects,
		, a	and may prolong the period until the
		100 CF	shoreline (and effects) stabilizes.
		10-65,	The approach taken by De Beers Canada Inc.
	-	10.4.1.3 Mine	to structure the mine rock piles in a way
	To midel or	Rock Piles	that keeps the PAG rock in a permanently
			frozen state is fine as long as all PAG rock
	ý	1 - Same	will be stored under water at closure.
		91	Climate change has already thawed

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
			permafrost areas and a permanent storage of PAG rock neutralized by freezing may therefore pose the risk of thawing and acid rock drainage and subsequent metal leaching.
	10.4.2 Long- term Viability of the Plan	10-77	
	10.4.3 Consideration of Public Feedback and Traditional Knowledge in Developing the Plan	10-82	10.4.3.3.4 Reclaimed Processed Kimberlite Facilities Not Attractive to Caribou. What about use of these areas by other wildlife species, particularly small mammals, which are prey species for other wildlife species (e.g., wolverines, grizzly bears, foxes). What is the risk to the health of
136 c		10-85, Refill Lake to Support Fish	predators? In this section it needs to be mentioned that the increased primary productivity poses the very real risk of winter fish kills under the ice due to low oxygen saturation (hypoxia) conditions.
		10-87, Protect the Quality of Water	Please explain the statement "Supplemental mitigation considered for the Fine PKC Facility will reduce loading of geochemical constituents (e.g. phosphorus) associated with seepage that comes into contact with fine PK". Page 10-80, 10.4.2.2 did not give us any more clues about the planned supplemental mitigation.
10.5 EF	FECT OF PROJECT A	ACTIVITIES ON TI	HE LONG-TERM RECOVERY OF KENNEDY
	10.5.1 Background	10-88	
e Ell	10.5.2 Long- term Effects to Hydrology	10-88	
10 	10.5.3 Long- term Effects to Water Quality	10-89	Nutrients (p. 10-91): Three mitigation strategies are being considered for the Fine PKC Facility. Please describe potential contingency measures that could be undertaken post-closure, should the

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
	unduffication to	- January III	mitigation strategies not perform as
		Fig. 10 Medical	anticipated, to reduce phosphorous
	man all Neurone		loadings to Kennady Lk.
		10-91,	The modeled elevation of the trophic status
		Nutrients	from oligo- to eutrophic would likely lead to
			large winter fish kills. Therefore it will be
			crucial to implement the well thought out
		14	supplemental mitigation measures. Please
	7		clarify the model that was used to reach the
	Wall of Beening		conclusion that the top 6m of the water
			column would stay suitable as
			overwintering habitat despite higher
) IE I T N	3,000	nutrient loadings given that only the top 6m
			of the water throughout the lake are
	ISACI I TANCE		suitable for overwintering before increased
			primary productivity. Please also consider
		10000	the currently found O ₂ super-saturation
		. 5 = 11	found right below the ice to further reduce
			fish overwintering habitat. Please quote
			examples out of the peer-reviewed
			literature to prove that the model
	E 6 100 110 110 110 110 110 110 110 110 1		assumptions are correct and that the
	3		predicted model outcome will be likely.
			An in-depth discussion of low O ₂
			concentrations on benthic invertebrates is
			missing. Lowell and Culp (1999) are
			reporting that benthic invertebrates show
			reduced feeding and change their behaviour
			in search of higher O2 concentrations.
		211/251	Similar changes have been observed by
	a	72	other authors. These kinds of changes can
	= -		lead to sweeping changes in the food base
			for fishes and the whole lake ecosystem and
	10.5.4 Long-	10-93 to 10-	should be considered.
	term Effects to	94	Chromium, Iron, Cadmium and Copper
	Aquatic Health	<i>5</i> 7	concentrations will exceed water quality
	/ Mudue 1 Editi(guidelines. Therefore site specific water
	_ '	(42) II II	quality guidelines must be developed for
	prografiu B		evaluation by DFO. The detailed rationale
	ng They in The		required to develop site specific water
			quality guidelines will give De Beers Canada
			Inc. the opportunity to mention all

Ref.#	Section	Page & Par.	Deficiencies/Questions/Comments
	7.0	rate in thine	mitigative circumstances.
	10.5.5 Long-	10-95	The authors state: The predicted change in
arr.	term Effects to	15 m n x	the trophic status of Kennady Lake is
	Fish and Fish		expected to result in an increase in summer
	Habitat	100 O	phytoplankton biomass increased
			secondary productivity and biomass of the zooplankton community'. Although not suggested in the report, please discuss the feasibility and rationale of introducing the planktivorous cisco (native to Lake N16, Lake 410 and Kirk Lk) into Kennady Lake. Please discuss relative to the increased zooplankton populations and relative to potential effects on overwinter dissolved oxygen concentrations.
			The aquatic habitat figures on pages 10-50 and 10-51 show a limited distribution of cobble/gravel substrates in Kennady Lake. Please discuss the importance of these areas as potential fish spawning habitats, and the post-closure implications on Kennady Lake fish populations of locating 5034 Pit and Tuzo Pit on or immediately adjacent to these substrates. Similarly, please discuss the post-closure implications
	Service of the servic		on potential fish spawning of siting the South Mine Rock Pile on boulder/cobble substrate in Area 6.
= ==	The State of	10-95 to 10-	The anticipated chain of events following
50 . 19		96	the anticipated increase in primary productivity is well described but the decrease in suitability for overwintering
70.14			may not only apply to Lake Trout and Round
	20		Whitefish if the current O ₂ supersaturation
	C T Y who is	71.	is considered. A more detailed explanation is needed. In addition, the local First
	ang ne m 1 digital		Nations groups may consider what kind of
	Draw to the second		measures they would expect to compensate for the potential loss of at least Lake Trout and Round Whitefish.
_	10.5.6 Recovery	10-96	p. 10-103: The authors state: 'Mesotrophic

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
	of Kennedy Lake	ing married Page 10 and	conditions (in Kennady Lake) are likely to be more favourable to northern pike' Although not suggested as a potential compensation measure in the report, please discuss the feasibility and rationale of creating/enhancing shallow water habitat for pike.
		10-96 to 10- 101, Methods to Recovery Time	In general, De Beers Canada has followed the proper approach to the prediction of the recovery time but based on the text, the majority of examples chosen to compare the Kennady Lake conditions to are based on conditions found in more temperate areas. Obviously, more limnological research has been carried in lower latitudes and more temperate climates and therefore examples from sub-arctic areas are sparse. Therefore, it is impossible to determine the exact outcome of the increased primary productivity. De Beers should therefore err on the side of caution and assume that under-ice winter fish kills will happen and suggest how to best mediate them or, in the worst case scenario, compensate for them. One idea for compensation of the use of Kennady Lake during operations of the mine could be the establishment of a cold water fish hatchery and grow-out operation. Fed by a pump, the hatchery could produce edible size fish of one or two of the species preferred by local First Nations.
			Based on local low organic carbon content of the soils, the likelihood of microbial Methyl Mercury production and release from flooded organic matter is low. However, due to the high toxicity of Methyl Mercury, the monitoring of Mercury levels in all lakes with flooded shores should be monitored often (weekly or monthly) and lime could be added only if needed as a short-term measure. The release of Methyl Mercury from flooded soils is time limited

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
		14.0	and therefore a temporary measure may be
		l and	all that is needed until the soils stop to
		<u> </u>	release Methyl Mercury.
	E	godo dare	We agree with the general statements that
		Y	the post-closure and recovered fish
	=		community will likely still be composed of
	agg I a selfer y	emeral e " ize	the same species as found before Kennady
	Annual Accordance to	- inst- v= 1-	Lake was de-watered and that the increased
	THE PROPERTY OF THE PARTY.		primary production may favour Northern
		and the state of	Pike over Lake Trout as the top predator
10.6 LC	ONG-TERM EFFECTS	TO DOWNSTR	AM AQUATIC ECOSYSTEMS
	7 - 7	10-105	In general, all issues that are summarized in
	a .	12	this section have been discussed before and
			the main potential threats to fish and
			invertebrates and their habitat are the
	9		increased primary productivity and the
	- 1,1 =		potential for winter fish kill that goes along
		contract of the	with it. Heavy metal concentrations that are
40	400 g 107 2 Y 10 10		predicted to be exceeding water quality
	gafron according	-44-	guidelines benefit from solution once they
	and the second	21	have reached downstream aquatic
		self to	ecosystems and are modeled to be within
			water quality guidelines.
10.7 LC	ONG-TERM EFFECTS	TO WILDLIFE A	ND HUMAN USE
Ť n -	10.7.1 Overview	10-110 ·	
	10.7.2 Summary	10-110	10.7.2.1.1 Long-term Effects to Wildlife
	of Residual		Health.
	Effects		
		100	The summary of residual effects related to
	a de La Nor	10	the assessment of effects from only the
			project. It is unclear whether effects from
	1 1		other projects are taken into consideration
	n ni i i v		other projects are taken into consideration (cumulative effects).
	Toolle		(cumulative effects).
	To all a service of the service of t		(cumulative effects). 10.7.2.1.3 Long-term effects of a decrease
			(cumulative effects). 10.7.2.1.3 Long-term effects of a decrease in open water area to wildlife habitat.
			(cumulative effects). 10.7.2.1.3 Long-term effects of a decrease in open water area to wildlife habitat. What about shoreline/riparian habitat
			(cumulative effects). 10.7.2.1.3 Long-term effects of a decrease in open water area to wildlife habitat.
			(cumulative effects). 10.7.2.1.3 Long-term effects of a decrease in open water area to wildlife habitat. What about shoreline/riparian habitat especially if terrestrial vegetation colonizes the shoreline area where their is water
			(cumulative effects). 10.7.2.1.3 Long-term effects of a decrease in open water area to wildlife habitat. What about shoreline/riparian habitat especially if terrestrial vegetation colonizes

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
			attracted to this area. Considering this will be part of the water management pond, what deterrent activities will DeBeers employ to keep water birds away from these area?
- 1			Long term residual effects to water birds and shorebirds are anticipated to be negligible in magnitude - how was this determined especially since "the classification of residual effects for wildlife has not been presented" (page 10-114 par 2 line 3).
	a design		
10.8 RE	SIDUAL IMPACT C		5g. ⁵⁰
	10.8.1 Methods	10-115	7
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	10.8.2 Results	10-119	In the preamble to this section it is stated that "long-term effects to wildlife (i.e., caribou, muskoxen, moose, grizzly bear and wolverine, vegetation) were not predicted as a result of the Project".
		Title American	A cumulative effects assessment for caribouinclusion of population trend information in long-term effects
a a			A discussion of the long-term effects is warranted given the various levels of uncertainty identified in section 7.9.
			p. 7-173there remains a high degree of uncertainty in the effectiveness of revegetation techniques for reversing the impact of direct disturbance from development to wildlife habitat.
			Annex I, Water Quality Baseline states on page I4-2 "In general, DO concentrations at depths greater than 8m in deeper basins and at depth below 4-6m in shallow basins were below the CWQG for the protection of cold-water-life (9.5mg/L for early life stages

Ref,#	Section .	Page & Par.	Deficiencies/Questions/Comments
Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments and 6.5mg/L for other life stages)". It is important to remember that these values are valid for a pre-mine condition. In addition you have an average of 2m ice thickness and in combination a thin layer from 2m to 4-6m of depth is suitable for the protection of cold water life under ice. The Residual Impact Classification does not use the conditions stated in Annex I as the basis for the evaluation of impact and no modeling or literature based prediction of the changes in O ₂ concentrations in the thin layer of suitable overwintering habitat is given. Therefore residual impact cannot be
		10-121 to 10- 122, 10.8.2.2.1 Arctic Grayling, Kennady Lake Watershed	classified as is. Please give a modeled or literature based likelihood of winter fish kills in post-mine closure Kennady Lake. To classify residual impacts on Arctic Grayling, the previously mentioned potential for fish winter kill or reduction in spawning habitat at the outlet of Kennady Lake due to nutrient enrichment need to be taken into consideration. Please include the two factors into the residual impact classification and re-assess all assumptions made.
		10-127 to 10- 129	As previously mentioned the potential for under-ice winter fish kills (Arctic Grayling or Lake Trout) and the reduction of spawning habitat for (Arctic Grayling) are hardly mentioned. We believe that these factors can significantly effect VCs and therefore ask DeBeers Canada Inc. to re-assess the significance of effects to these factors based on existing data, better modeling and scientific literature.
	10.8.3 Environmental Significance	10-127	

Ref. #	Section	Page & Par.	Deficiencies/Questions/Comments
10.9 U	NCERTAINTY	an Egynn – Harri	- The state of the
11 14	10.9.1 Project	10-130	
	Site Water		
	Balance and	and the same of	
	Hydrology	a. 50 G. Trans	
	10.9.2 Water	10-131	
	Quality	10 151	. = '
	Modelling		
	10.9.3 Time to	10-133	The consequent to the state of
	Aquatic System	10-133	The uncertainty in the water quality
	Recovery		modeling is much higher than stated. Based
	RECOVERY		on the thorough analysis of Appendix 8.V,
			page 8.V-11 (Table 8.V-6), the model
			outcome of the level of oxygen depletion
aut = "			based on Phosphorus enrichment is not
7.5			clearly described throughout Section 10.
. F P 14		Conplication	Winter O₂ concentrations are calculated to
Ξ.			become anoxic or close to anoxic below 6m
			and to be between 7.7mg/L and 10.34mg/L
			from 0-6m depth. Since the O ₂
Mean	and of the second	12 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	concentration values certainly do not
1000		4 4 - 1	decrease from 8.88mg/L to 0mg/L within a
9d	371 111	4	few centimeters De Beers Canada Inc.
- 1		1111	should calculate all values from right under
			the ice to 6m depth to inform the reader at
Kum =			which depth the O ₂ concentrations fall to
	1.40	_ 1	anoxic levels and below the CCME
			guidelines for aquatic life. Based on our
			quick and rough graphic estimation for an
171.			interpolation between the two given values,
			only the top 1m of the water column would
. =			have sufficient O ₂ levels for overwintering
			Lake Trout and the top 1-3m would have
		* I 1=3 -	overwintering O2 levels for Arctic Grayling
		127	and Northern Pike. Please re-calculate the
		4 5, 10 5-10	predicted O ₂ concentrations under added
		3 - 5 -	Phosphorus load for the whole depth profile
			from 0-6m and re-evaluate all previous
	v a		statements about significance of residual
			effects based on this re-calculation.
	10.9.4	10-134	There is no discussion about understanding
	Understanding		long-term impacts to terrestrial ecosystems.
	of Ecosystems in		It has been identified under several

Ref.#	Section	Page & Par.	Deficiencies/Questions/Comments
	the Region of the Project		components that sedge wetlands are the most effected ecosystem in the Project area. These wetland also support the largest species composition (i.e., biodiversity) in the area. Please provide additional information regarding the impacts to these important ecosystems?
,			
10.10 1	MONITORING AND	FOLLOW-UP	
10.10			All
	10.10.1 Scope and Potential Monitoring Programs	10-136	All water quality requirements for De Beers Canada Inc during operations and post- closure will be determined through the regulatory agencies. However, we recommend that De Beers Canada Inc. develop a monitoring plan together with the local First Nation and include First Nations in the execution of water monitoring throughout the project operational and post-closure period. In this context De Beers Canada may also consider an offer to train First Nations technicians in water quality monitoring methods.
	10.10.2 Potential Monitoring Activities	10-137	What about long-term monitoring of terrestrial biophysical components (e.g., caribou)?
10.11 F	REFERENCES		
		10-144	
	10.11.2 Personal Communication	10-145	
10.12	ACRONYMS AND A	BREVIATIONS	
	10.12.1 ACRONYMS	10-146	
	10.12.2 Units of Measure	10-146	

Literature Cited

Lowell, R.B and J.M. Culp (1999). Cumulative effects of multiple effluent and low dissolved oxygen stressors on mayflies at cold temperatures. Canadian Journal of Fisheries and Aquatic Sciences, 56: 1624-1630.

Vanni, M.J., C. Luecke, J.F. Kitchell, Y. Allen, J. Temte and J.J. Magnuson (1990). Effects on lower trophic levels of massive fish mortality. Nature, 344: 333-335.