



Discharge Consent (068/12/2) Reporting

March to May 2017

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1.0 INTRODUCTION

This report has been prepared by Dalradian Gold Ltd. (DGL) in response to Condition 1.I. of Discharge Consent 068/12/2, which requires quarterly water quality reporting. The consent relates to discharge of site drainage water (at Irish Grid Reference H 5707 8690) arising from the DGL advanced exploration project at Curraghinalt. The site is situated approximately 8 km to the east of the village of Gortin, County Tyrone, Northern Ireland, BT79 7SF.

2.0 SUMMARY OF OPERATIONS DURING THE REPORTING PERIOD

DGL are currently progressing advanced exploration at the Curraghinalt site. The work is progressing under Planning Permission K/2014/0246/F, and is aimed at collecting information that will support a Feasibility Study and an Environmental Impact Assessment to allow for development of a full mine.

Water discharged via the consent during the reporting period has derived from natural groundwater drainage from the adit entrance, together with runoff water from various components of the site that has resulted from incident rainfall. Following capture and management of these sources, treatment prior to discharge at the consent location has included passage through a settlement tank, oil interceptor, lamella clarifier (for further sediment removal), and a pH adjustment tank.

DGL informed the Northern Ireland Environment Agency (NIEA) of the intention to commence the site discharge on 3 December 2014. This document represents the tenth quarterly discharge consent report.

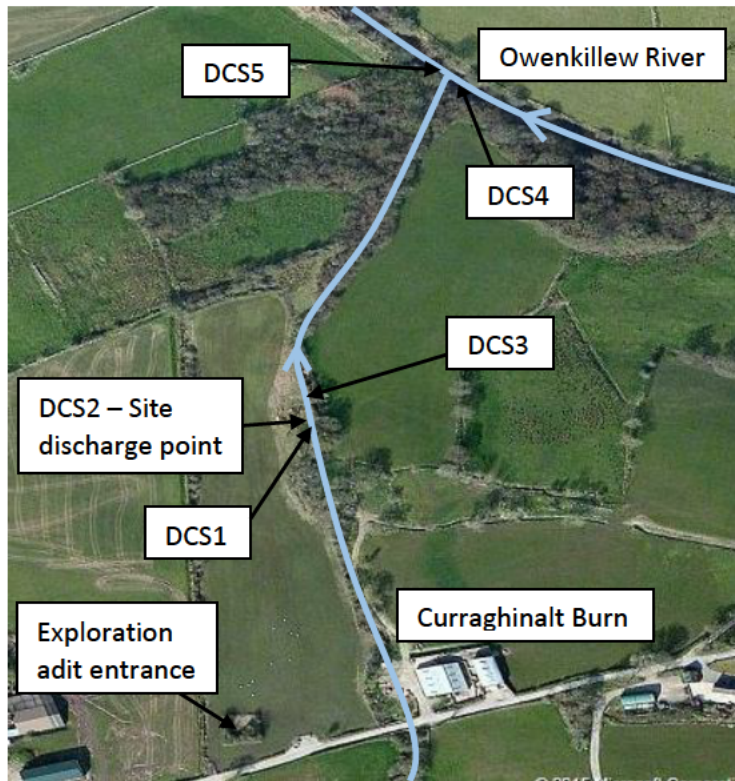
3.0 SAMPLING LOCATIONS, PROTOCOL AND LABORATORIES

Five surface water sample locations are required to be sampled monthly as part of the Discharge Consent. These have been listed below as Discharge Consent Sample 1 (DCS1) to Discharge Consent Sample 5 (DCS5) and are also presented on Figure 1.

- DCS1 - Immediately upstream of the confluence of the site discharge point and Curraghinalt Burn;
- DCS2 - Site discharge point;
- DCS3 - 5 m downstream of the confluence of the site discharge point and Curraghinalt Burn;
- DCS4 - Immediately upstream of the confluence of Curraghinalt Burn and the Owenkillew River; and
- DCS5 - 5 m downstream of the confluence of the Curraghinalt Burn and the Owenkillew River.

DGL has also added 2 more samples as part of QA/QC. The sample ID's are:

- DCS6 – a blank sample consisting of deionised water; and
- DCS7 – a duplicate sample of any sample between DCS1 and DCS5.



100m – approx. scale

Figure 1: Site map (Bing Maps) showing discharge consent sample locations

All surface water samples are collected according to protocols described in the DGL Surface Water Sampling Procedure¹. To help ensure quality results, care is taken not to disturb stream bed sediments upstream of the sampling point and prior to sampling. Samples are collected at all locations by a DGL Field Technician wearing a fresh pair of nitrile gloves and from the flowing stream of water to minimise any risks of contamination. All sample bottles are laboratory supplied and are filled to capacity at source.

In accordance with best practice, field filtration for dissolved parameters is undertaken on site using a syringe and attached 0.45µm filter, and these samples are associated with a nitric acid (HNO₃) preservative to thereafter stabilise dissolved metals in solution. All laboratory analytical services during the quarter, including supplementary Quality Assurance/Quality Control (QA/QC) testing, have been provided by Exova Jones Environmental Laboratory (Jones).

Samples are placed in a cooler with ice, secured with sample packaging and accompanied by a completed Chain of Custody (CoC) Form, and shipped directly to Jones in Flintshire for analysis. [REDACTED] are accredited by the United Kingdom Accreditation Service (UKAS) to 17025 standard, and UKAS monitor and externally audit the laboratory.

DGL have also been working to include the measurement of pH in the field at each sample location. Regular calibration of the instrument used is undertaken on site using both pH 4.01 and pH 7.01 buffer solutions and in accordance with DGL MultiParameter Meter Calibration Procedure². During readings,

¹ Dalradian Gold Ltd. 2013 & 2015. Surface Water Sampling Procedure.

² Dalradian Gold Ltd. 2013 & 2015. MultiParameter Meter Calibration Procedure.

the pH probe is fully immersed at all times in the flowing stream of water and up until stabilisation occurs³.

4.0 RESULTS

During this reporting period DGL have collected a total of 3 rounds of water samples from the discharge consent locations. This number of samples meets that required by the consent during the period. Sampling was undertaken on the 20th March 2016, 4th April and 9th of May 2017.

QA/QC checks and factual reporting against the consent water quality thresholds for the discharge point are presented in the following sub-sections. Water quality results and thresholds are summarised in Appendix A, and all laboratory certificates are presented in Appendix B.

4.1 Quality Assurance/Quality Control

A number of QA/QC measures have been applied to water samples taken at all sites. A factory calibrated certificate for the YSI Professional Series Multiparameter probe used to measure pH in the field is provided in Appendix C.

4.1.1 Chain of Custody and confirmation of parameter analysis

A CoC form was completed on each day of sampling. The CoC forms document possession of the samples from the time of sample collection to reception at the lab; provide primary instruction to the lab on the parameters to be analysed; and provide sample information relevant to the lab, such as sample name and sample date and time. Following each sampling event and prior to submission to the lab, the CoC was reviewed and checked for errors. In the events covered within the period there are no issues to report in this respect.

4.1.2 Holding times

In order to ensure holding times were not exceeded, DGL shipped samples directly to the laboratory. Certificates presented in Appendix B demonstrate that all samples were received by [REDACTED] the next day after sampling. Testing is recorded on CoC forms to have been scheduled for a standard 10 day turnaround time on all occasions.

4.1.3 Field Blanks

A total of three field blanks have been collected during the reporting period to assess potential contamination due to the sampling environment (e.g., dust getting into the sample bottle). Analysis of field blanks was undertaken by the laboratory alongside the specified water chemical analysis. Field blank results include total ambient conditions during sampling, but can also potentially incorporate bias due to laboratory methods (e.g., low-level constituents remaining in analytical equipment from a prior highly contaminated sample from another site) that are assessed by laboratory method blanks. The field blanks incorporated deionised water which theoretically should return no measurable values throughout the parameters analysed (with the omission of pH) unless there has been a source of contamination during sampling.

All determinants in three blank samples were below laboratory detection limits (Appendix A).

4.1.4 Duplicate Samples

Three duplicate samples were collected during the reporting period, and all from the discharge point (DCS2). Analysis of all duplicate samples was undertaken by [REDACTED] and therefore alongside the remaining batch.

³ Dalradian Gold Ltd. 2013 & 2015. MultiParameter Meter Sampling Procedure.

The measure of the reproducibility or precision of the chemical analysis has been quantified by calculating the Relative Percentage Difference (RPD) between parameter concentrations on the split sample submitted as a blind duplicate. The RPD has been calculated as follows:

$$RPD\% = \frac{|S - D|}{\frac{1}{2}(S + D)} \times 100$$

Where:

RPD = Relative Percentage Difference

S = Sample value of parameter; and

D = Duplicate value of parameter

Theoretically, duplicate samples should have identical chemical concentrations (i.e., RPD = 0). However, due to factors such as sample matrix heterogeneity, natural variations or variations due to sample collection, handling or analysis, a variation in chemical concentration may occur (i.e., RPD greater than 0).

It should be noted that the reproducibility of replicate analyses at concentrations near the method detection limit (MDL) can be poor, resulting in RPD values of greater than the desirable limits. Therefore, for duplicate concentrations greater than five times the detection limit, a relative percent difference value of $\pm 20\%$ is considered acceptable⁴. Given these considerations, for duplicate concentrations less than five times the detection limit, RPD has not been calculated.

An RPD value greater than the above project objectives suggests variability has been introduced through sample collection, sample handling, or sample analysis. Of the analysis undertaken dissolved arsenic on the 4th of April was found to be outside the acceptable RPD. However, concentrations are well below the consent limits of 50 $\mu\text{g/L}$. The discrepancy is considered to most likely be due to small variations in sampling and analytical procedure.

4.1.5 Laboratory internal QA/QC

██████ report data only if the laboratory is confident that the results are a true reflection of the samples analysed, and data is only reported as accredited when all the requirements of their Quality System have been met. Any failure in the Quality System is fully investigated and documented as deviating samples on certificates issued. If samples are received in a condition inappropriate to the requested analyses, for example if they are dispatched in inappropriate containers or at a temperature not commensurate with the requested analysis, any test results that may be compromised will be highlighted in a deviating samples report.

On all laboratory certificates returned, all samples sent for analysis were scheduled upon receipt. In the April sampling round it was found that the samples were received above 9°C.

Within the dataset there is no obvious bias between sample batches and parameter results (e.g. BOD) which may be more sensitive to temperature derived microbial activity. The internal consistency of the results is also an indicator of data quality.

⁴ Zeiner, S.T. 1994. Realistic Criteria for the Evaluation of Field Duplicate Field Results. Proceedings of Superfund XV, November 29-December 1, 1994. Sheraton Washington Hotel, Washington, D.C.

In the May sampling round it was reported that BOD results for all samples were outside the calibration range. Due to this it is considered that these data should be viewed as indicative only and are not accredited. However, all results are well below the permitted limit of 10 mg/L.

4.1.6 Summary

As detailed above, there are no major QA/QC concerns regarding the dataset presented. Duplicate and blank samples collected also indicate a high level of data quality. There were no detections in field blanks that resulted in no apparent bias in the water quality results.

4.2 Factual Presentation of Data

All water quality results are presented in summary for each location in Appendix A. This includes a comparison of concentrations from the discharge point location (DCS2) against specific threshold values detailed within the consent.

During the reporting period, all three sample results from DCS2 are below the threshold values presented within the consent for all parameters.

Water quality obtained from the Curraghinalt Burn during the period can be summarised as follows:

- Total suspended solids levels vary from below detection (<10 mg/L) to 25 mg/L in the downstream location;
- All BOD concentrations vary from <1 mg/L to 2 mg/L;
- Laboratory measured pH varies between a minimum of 6.14 pH units (recorded at the upstream location) and a maximum of 8.8 pH units (recorded at the upstream location);
- Total zinc concentrations varied from <3 µg/L to 9 µg/L;
- Dissolved arsenic concentration ranged from below detection at <0.9 µg/L to 3.6 µg/L;
- Dissolved lead concentrations were below detection at <0.4 µg/L (at both the downstream and upstream location);
- Oil or grease has not been visible at the sample locations;
- The maximum dissolved iron concentration has been determined at 1.456 mg/L at the upstream location; and
- The maximum total hardness has been recorded as 128 mg/L at the downstream location.

Water quality obtained from the Owenkillew River during the period can be summarised as follows:

- Total suspended solids data ranges from below detection (<10 mg/L) to 10 mg/L (upstream location);
- All BOD concentrations ranged from <1 to 2 mg/L;
- Laboratory measured pH varies between a minimum of 6.54 pH units (recorded at the downstream location) and a maximum of 7.34 pH units (recorded at the upstream location);
- Oil or grease has not been visible at the sample locations;
- The maximum dissolved iron concentration has been determined at 0.8926 mg/L at the upstream location; and
- Total zinc ranged from <1.5 µg/l to 5 µg/l.
- The maximum total hardness has been recorded as 48 mg/L at the downstream location.

Appendix A
Presentation of Water Quality Results

Appendix B
Laboratory Certificates

Appendix C

YSI MultiParameter Meter Calibration Certificate