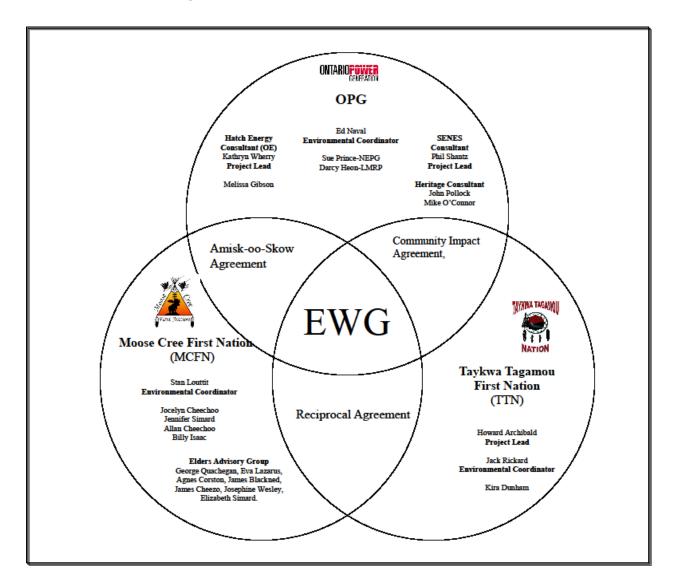


Environmental Working Group

Monthly Report

July 2011

ENVIRONMENTAL WORKING GROUPRelationship Organizational Chart



ACTIONS COMPLETED

- Weekly Environmental Working Group (EWG) and EWG/Kiewit Alarie, a Partnership (KAP) meetings.
 - > The EWG review its Action Items that include priority permit reviews, and deliverables to the Mattagami Extensions Coordinating Committee (MECC).
 - > KAP gives EWG a construction up date every week and discusses any upcoming issues and/or urgent permit reviews.
 - > Specific items that were discussed are below.
- Preparation for Environmental Effects Monitoring Workshop Continuing coordination of logistics for workshop and confirmation of presenters. Revision of the EEM Workshop Framework and Plan to update and reflect EWG comments and most recent information.
- Ongoing discussions and review of Smoky Falls Fish Habitat Compensation Plan Revision with KAP regarding KAP's proposed changes to the current fish habitat compensation plan. Ongoing discussions regarding the construction methods proposed to be used for the wet tailrace excavation activities at Smoky Falls tailrace.
- Operations Report presentation to the MECC.
- Ongoing review and compilation of Traditional Ecological Knowledge (TEK) for the Lower Mattagami River Project.
- Identification of "Gaps" for the Cost Benefit Analysis and Operations Reports in meeting EA Terms and Condition #4.
- Review of Project Environmental Reports required for the month of August 2011.
- Further discussion of Project Environmental Report from month of May 2011, June 2011, and July 2011 and Term and Condition #4.

ACTIONS TO BE COMPLETED FOR 2011

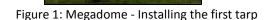
	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
Draft of Traditional Ecological Knowledge in relation to the Lower												
Mattagami River Project.												
Environmental Effects Monitoring Workshop												
Environmental Assessment (EA) Variances – EWG Review and												
Submission to MECC												
EA Terms and Conditions Environmental Compliance Plan – EWG												
Review and Submission to MECC.												
EWG Terms of Reference (ToR) – Submission to MECC												
EWG Work Plan – Submission to MECC												
EWG Environmental Due Diligence Audit #1												
Environmental Audit – Accreditation Training												

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
EWG presentation to the MECC the LMRP "Operations Report"												
(fulfills Condition 4(a) of EA T&Cs).												Ì
EWG present to the MECC "Fish Habitat Assessment Report", and												
"Baseline Fish Methyl Mercury Report" (fulfills Condition 4b. of EA												Ì
T&Cs).												
EWG present to the MECC "Cost Benefit Analysis of Mitigating and												
Reducing Adam Creek Spill" (fulfills Condition 4(c) and (e) of EA												1
T&Cs).												
EWG present to the MECC the methods and means of ensuring that												
restrictions on hunting and fishing (fulfills Condition 5(a) and (c) of												Ì
EA T&Cs).												
EWG present to the MECC "Terrestrial Habitat Restoration												
Downstream of Kipling GS" (fulfills Condition 4b. of EA T&Cs).												
EWG present to the MECC a Public Information Program to												Ì
communicate the results of fish methyl mercury baseline reports												Ì
(fulfills Condition 7(a) and (b) of EA T&Cs).												
EWG present to the MECC the cumulative effects data developed												
during the Federal EA process (fulfills Condition 8(a) and (b) of EA												
T&Cs).												
EWG present to the MECC the results and recommendations of												
periodic re-evaluations (fulfills Condition 10 of EA T&Cs).												
EWG present to the MECC "Hydroelectric Generating Facilities												TBD in 2012
Decommissioning Plan" (fulfills Condition 11(a) of EA T&Cs).												2012
EWG present to the MECC "The Noise Protocol Plan" (fulfills												TBD in
Condition 18 of EA T&Cs).												2012

Construction

General

- Permanent Camp The Phase 4 dormitory is complete. As of the end of July, 636 of approximately 800 rooms were available on site at the permanent camp.
- Mould had been discovered in some of the unoccupied dorms. Testing has confirmed that it is not on the list of hazardous moulds as identified by Health Canada. The cleaning campaign was completed as of July 19th.
- Batch Plant Electrical and mechanical issues with the ice plant were resolved and ice
 manufacturing started in July. The installation of the concrete reclaimer and the start-up for
 the south batch plant are both ongoing.
- The megadome is being erected at the Smoky Falls site. As of month-end, canvas installation has started.



Smoky Falls

- Excavation and preparatory work was completed at the beginning of July, allowing a number of concrete pours for the intake and service bay areas to occur.
- Stabilization of the rock face on the east side continues.
- Unstable rock at the top of the Unit #3 bullnose (Figure 2) moved creating an unacceptable risk of an uncontrolled rock slide. Excavation and removal of blast material from the area of the powerhouse and bullnose for Unit #3 was stopped and a buttress of shot rock was formed around the bullnose to prevent further slippage. A stability analysis was undertaken recommending the removal of the unstable rock.
- KAP has set up a task force team to review the impact on the Smoky Falls schedule and the best approach for re-sequencing the concrete lifts.
- Tower crane #1 has been erected and is operational. The erection of tower crane #4 is underway.



Figure 2: Smoky Falls - Access ramp in front of the Bullnose

Little Long

- The sectional gates have been installed in the G3 intake.
- The bullnose excavation is complete and the cleaning of the powerhouse floor and mucking of

rock out of the excavation area was complete as of July 19th.

- The cleaning of rock for the powerhouse floor concrete mud slab is near completion.
- Concrete work is progressing with various pours complete and others are being prepared for with formwork and rebar installation under way (Figure 3).



Figure 3: Little Long concrete pour

Harmon

- Cofferdam cell #2 is progressing, the granular backflill is complete and the template has been removed. Sheet piles for the arc cell are in place and the tremie concrete seal at the bottom of the entire cofferdam is complete (Figure 4).
- Divers cleaned the G3 sill and all G3 head gate stop logs were installed on July 15th.
- Minor sand fill seepage was detected on the downstream side in Cell #1 on July 19th. A 10inch opening was discovered by divers and sand bags and tote bags were placed on the away from the toe of the downstream sheet piles to form a barrier.
- The diesel pump is being tested in the future dewatering area between the cofferdam seal and the existing G3 and G4 structures. Water is being discharged into the sediment pond.



Figure 4: Kipling overview

Figure 5: Working on the excavation for location of Cell 1 and 2

Kipling

- The tremie concrete pour for the cofferdam abutment mud slab was completed and all anchor holes have been drilled.
- Cofferdam Cell #1 template assembly is ongoing.
- The long stick excavator on the barge is dredging in the areas where Cells #1 and #2 will be located. The excavated foot print will need to be inspected by divers prior to cofferdam cell installation (Figure 5).
- Construction of the sediment pond is nearing completion, pending final stamped drawings.

Monthly Summary – July 2011

SPIL	LS							
No.	of Spills:	3; Spill Reports 137-139 (see Figure 6 for LMRP spills breakdown).						
Class	sification of Spills:	Project Classification						
		Minor – 2 Moderate – 1 Major – 0 To Water - 0						
		MOE Classification						
		Non-reportable - 3						
		Reportable to MOE						
		- Class C – 0						
		- Class B – 0						
	- Class A – 0							
Repo	Reportable Spills							
No.	Quantity /Product Spilled	Reason for being Reportable						
0	n/a	n/a						
Proje	ect Classification (KAP)	MOE Classification						
Mino	or: ≤ 10L	Non-reportable: < 100L						
Moderate: Between 10L and 100L			Reportable to MOE					
Majo	or: ≥100L	 Class C - Less Serious 						
To V	Vater: Any amount is report	 Class B – Serious 						
(See	Figure 7: KAP Spills Respor	Class A – Very Serious						

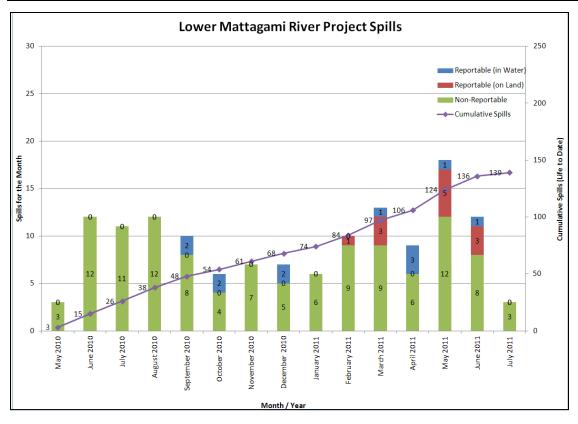


Figure 6: Lower Mattagami River Project spills

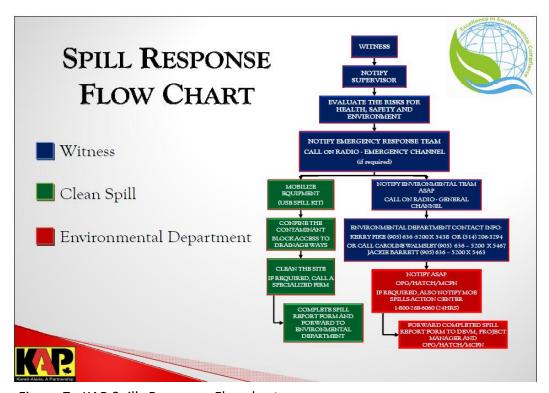
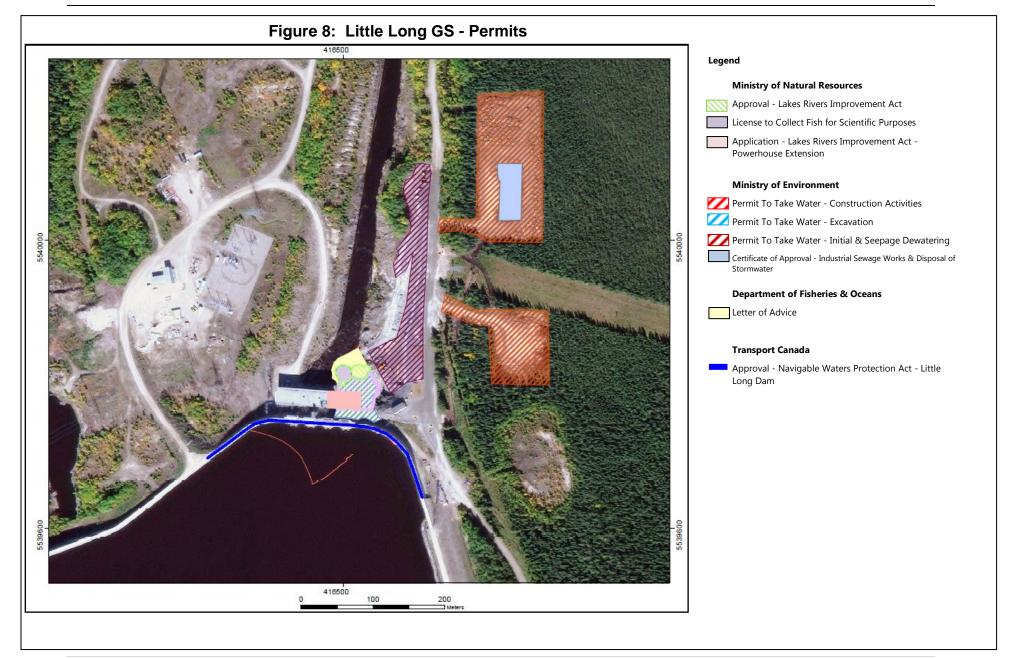
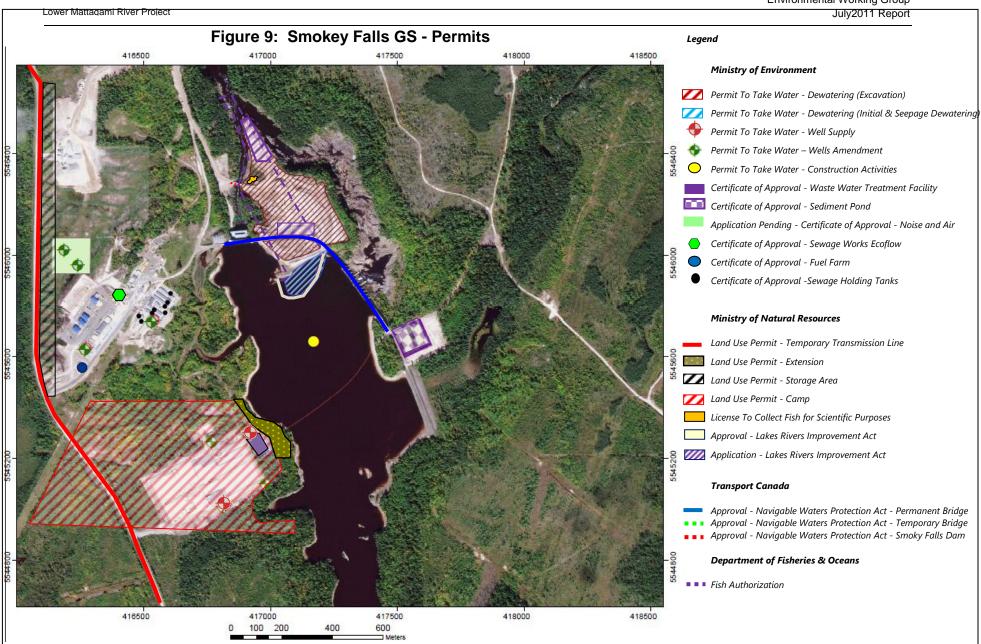
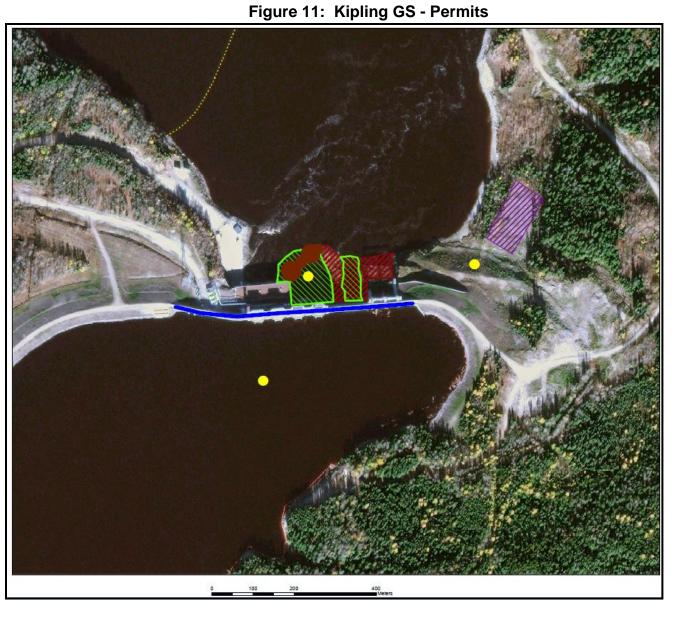


Figure 7: KAP Spills Response Flowchart

PERMIT AND AP	PROVAL	REVIE	N
No. Reviewed:	3	List:	 Smoky Falls - Concrete Batch Plant Kipling Generating Station (GS) - Plans and Specifications Approval Work Permit Application for Work on Permanent Transmission Line
No. Sent to KAP:	2	List:	 Smoky Falls - Fish Habitat Compensation Harmon GS Extension – Ministry of Natural Resources (MNR) Lakes and Rivers Improvement Act (LRIA) Plans and Specifications Approval Smoky Falls Powerhouse LRIA Approval
REQUESTS FOR I	NFORM	ATION	(RFIs)
No. Reviewed:	1	List:	Smoky Falls-Proposed Permanent Bridge Approach
No. Sent to KAP:	0	List:	N/A
See figures 8 to 13 approval.	L below	or site	location of the permits that have been or are pending







Legend

Ministry of Natural Resources

Approval Phase 1A - Marine Access Pad

Application Pending - Lakes Rivers Improvement Act - Phase II

Department of Fisheries & Oceans

Letter of Advice

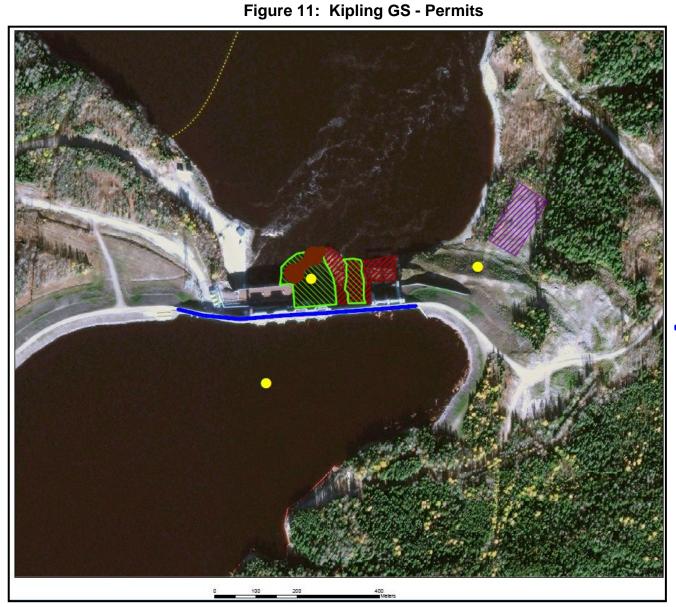
Ministry of Environmental

Application Pending for Certificate of Approval - Sediment Pond

Permit To Take Water – Dewatering

Transport Canada

Approval - Navigable Waters Protection Act - Kipling Dam



Legend

Ministry of Natural Resources

Approval Phase 1A - Marine Access Pad

Application Pending - Lakes Rivers Improvement Act - Phase II

Department of Fisheries & Oceans

Letter of Advice

Ministry of Environmental

Application Pending for Certificate of Approval - Sediment Pond

Permit To Take Water – Dewatering

Transport Canada

Approval - Navigable Waters Protection Act - Kipling

Issues	and	Can	cornc
issues	and	Con	cerns

None for the month of July.