

May 27, 2019

Scott McDaniel Haile Gold Mine, Inc. P.O. Box 128 Kershaw, S.C. 29067

Approval of Modification to a Mine Operating Permit (Mod 19-1) RE:

Permit I-000601, Haile Gold Mine, Haile Gold Mine, Inc., Lancaster County

Dear Mr. McDaniel:

The South Carolina Department of Health and Environmental Control (DHEC) has approved the application to modify the Mine Operating Permit I-000601. The modification request was to construct "East PAG - Phase I", a 157.4ac Potentially Acid Generating (PAG) cell to store low, medium, and high grade ore for processing. Construction of this PAG cell will, in part, repurpose the area previously designated as "Roberts OSA". In addition, this modification request was to construct "500 Pond", an 11.3ac contact water collection pond connected to East PAG.

East PAG - Phase I and 500 Pond shall be built to similar specifications as Johnny's PAG and other approved contact water collection ponds, as outlined in the NewFields technical schematics submitted with the application and attached to this letter for your reference. No wetlands shall be directly impacted by the construction of these areas. A minimum 100ft. buffer and best management practices shall be employed around these sites to avoid directly impacting these nearby wetlands.

DHEC is in receipt of the additional financial assurance for this modification; there are no changes to the financial assurance schedule, as shown in figure BOND-601-V5 of the mine operating permit. At Haile Gold Mine's request, the financial assurance designated for Mod 18-2 (Parking Lot PAG) has been applied to this modification's financial assurance. Therefore, the construction of the Parking Lot PAG is no longer authorized. (It is still designated as affected land and can be used for general purpose.)

Should there be any questions or if DHEC may be of further assistance, please do not hesitate to contact Jeremy Eddy at 803-898-7609 or by e-mail at eddyje@dhec.sc.gov.

Sincerely,

Juli Blalock, Director

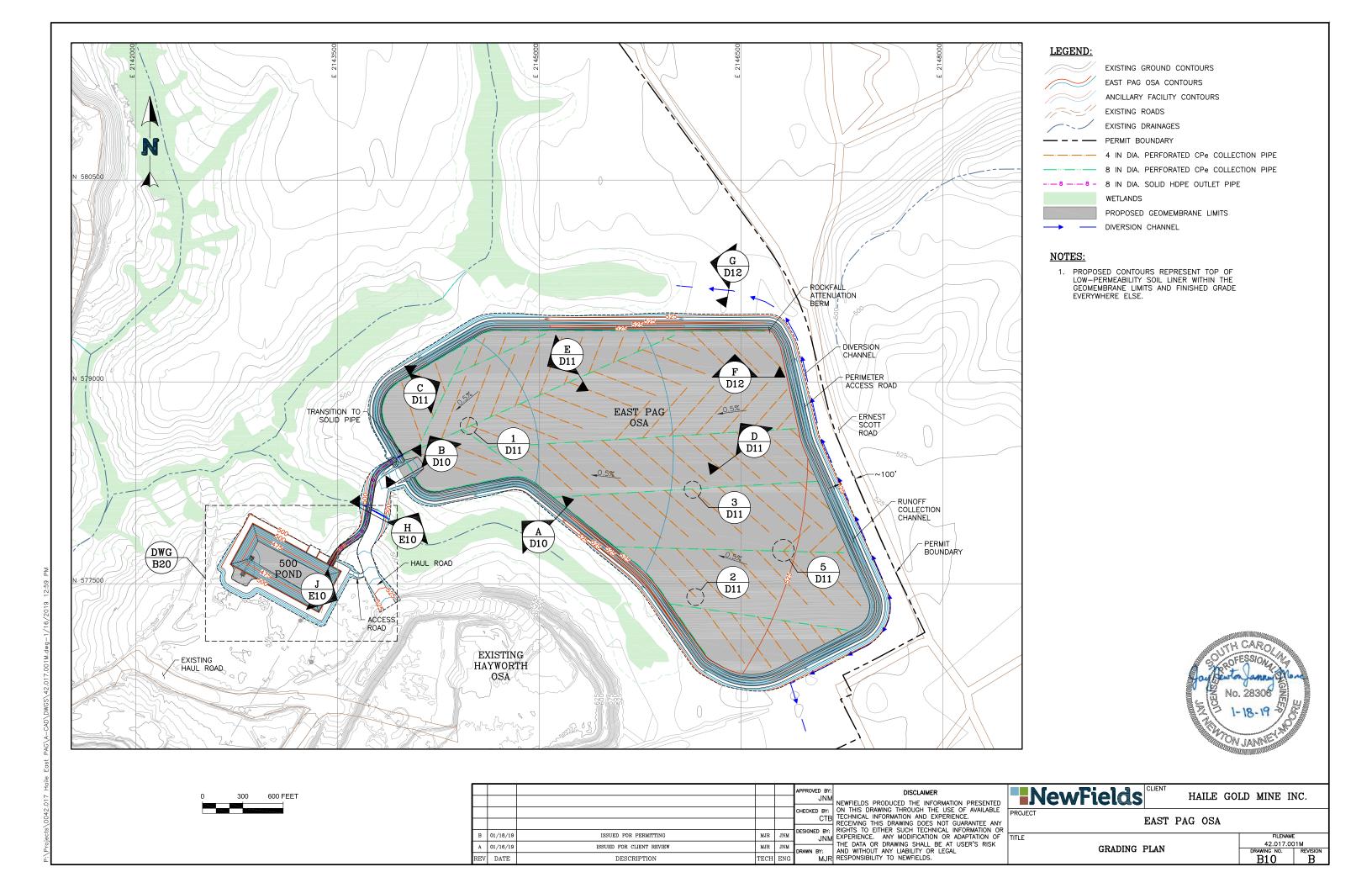
Division of Mining and Solid Waste Management

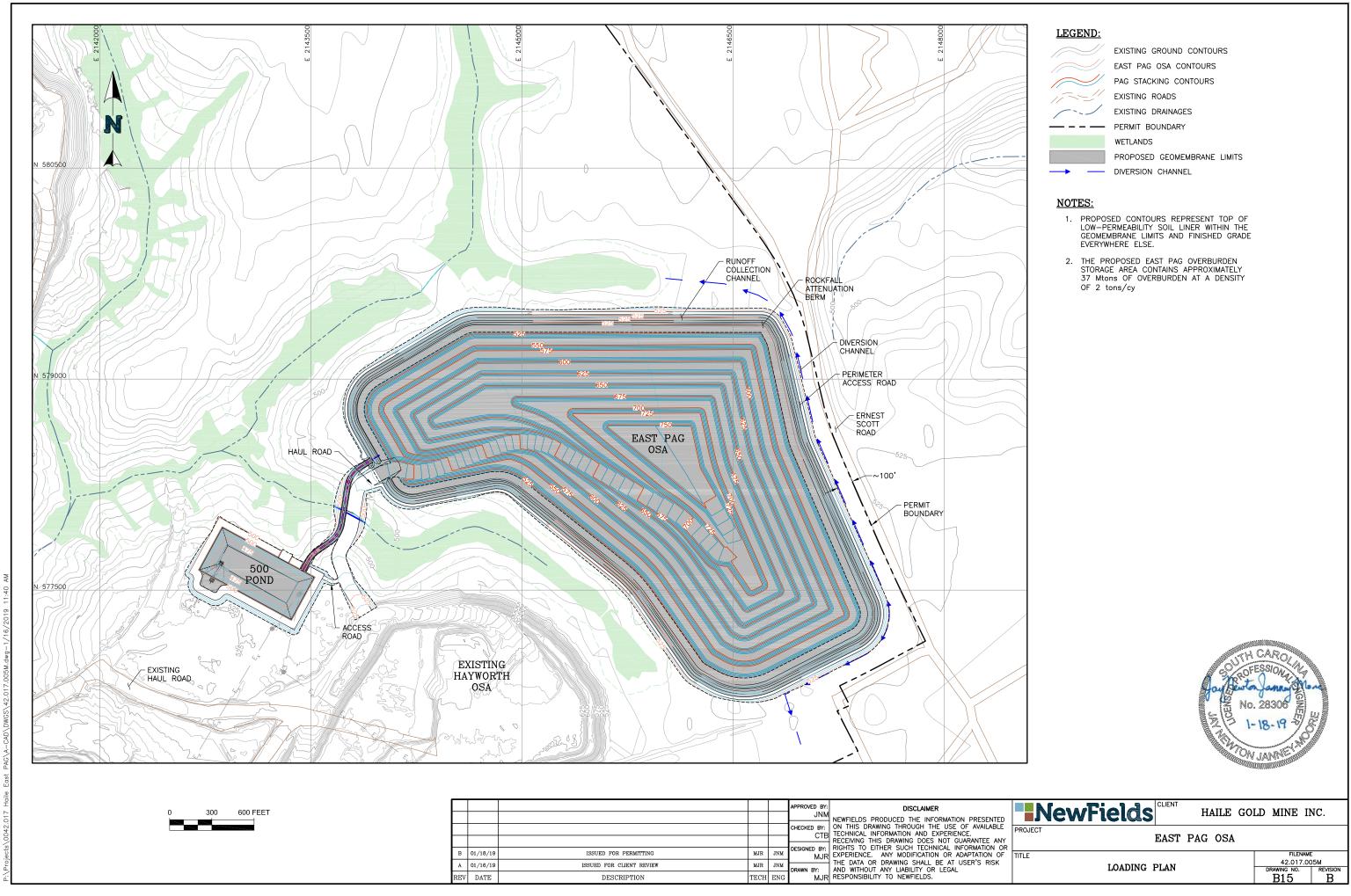
Joe Koon, DMSWM CC

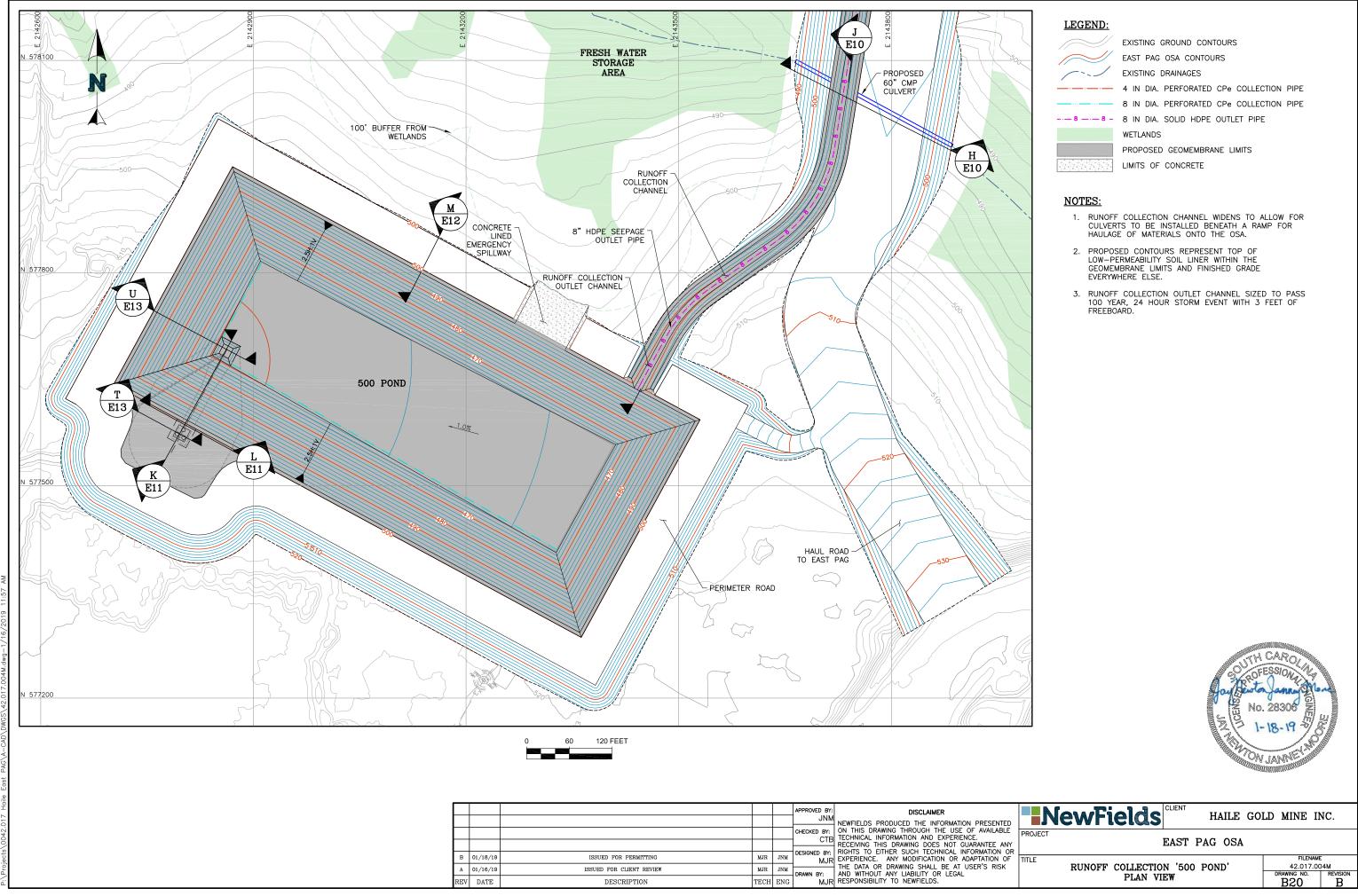
Jeremy Eddy, DMSWM Brett Caswell, BOW

Veronica Barringer, Regional Director

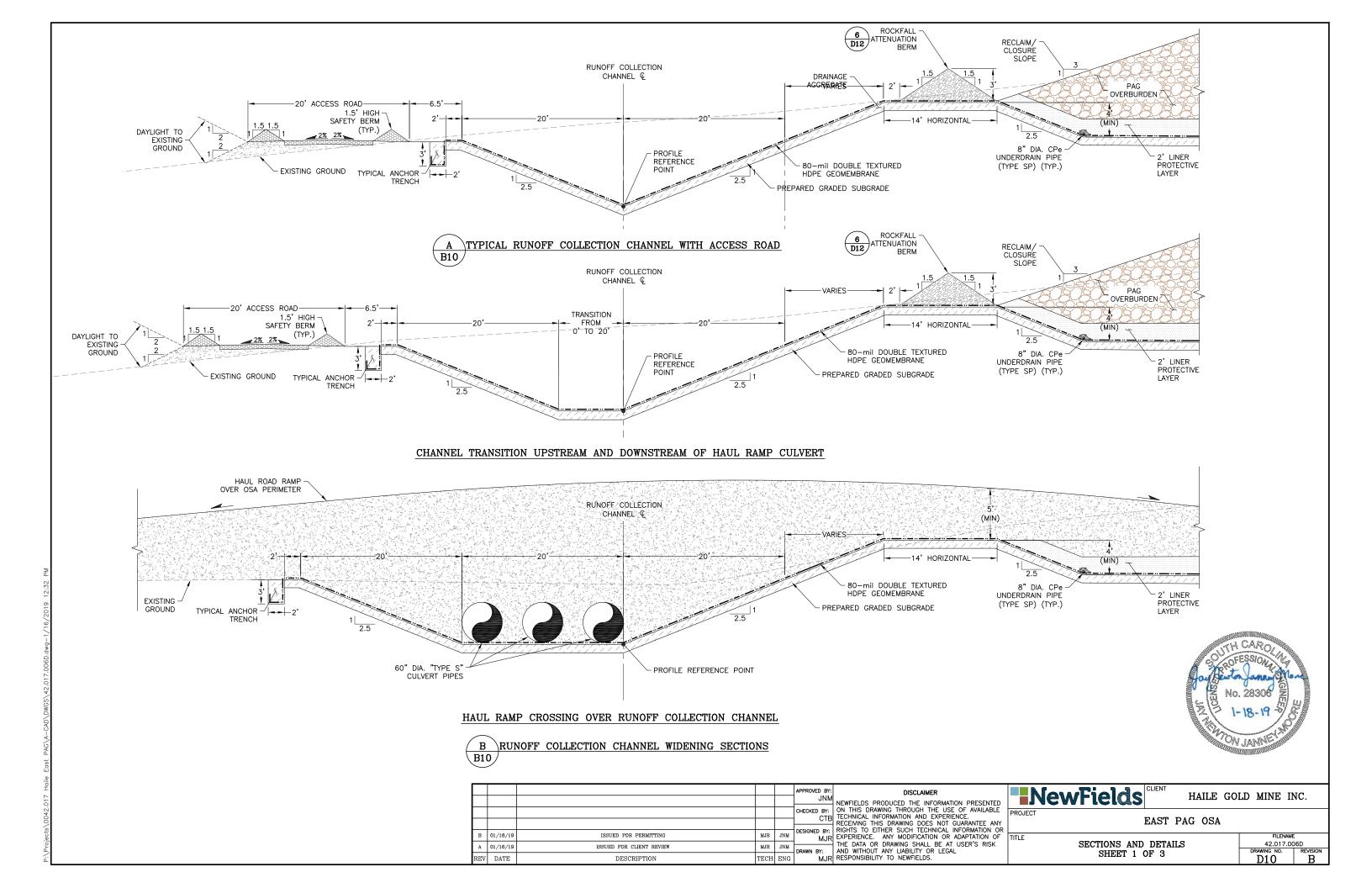
Steve Willis, Lancaster County (swillis@lancastercountysc.net)

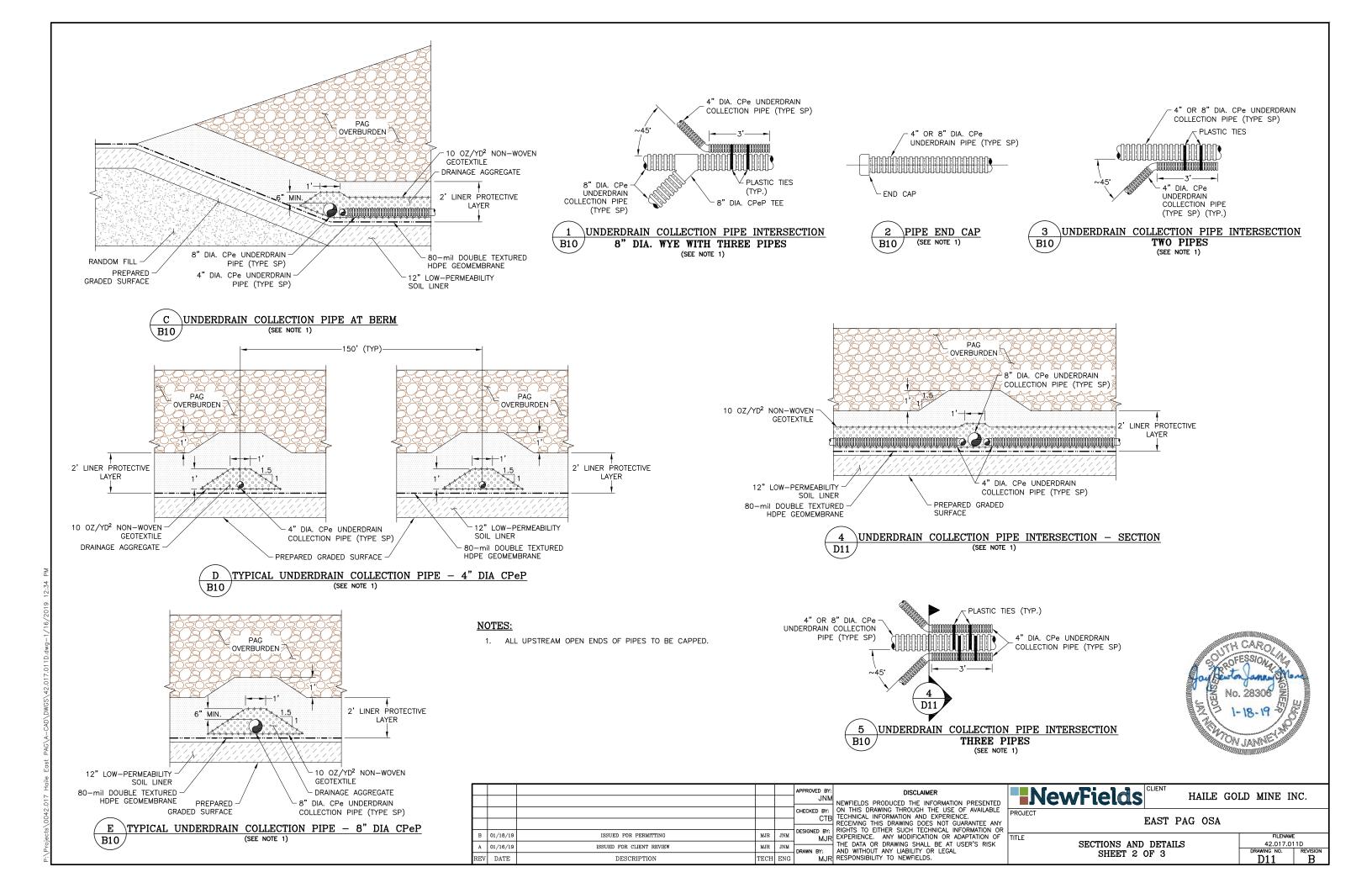


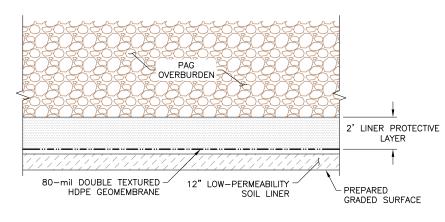




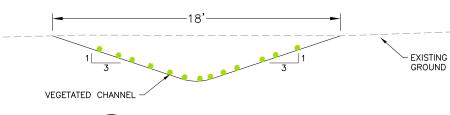
roiects/0042017 Haile Fast PAG\A—CAD\DWGS\4201700



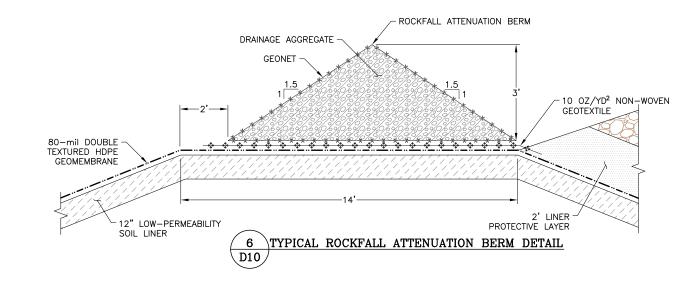




F TYPICAL LINER DETAIL B10



G TYPICAL DIVERSION CHANNEL B10





					APPROVED BY:	
					01111	NEWFIELDS PRODUCE
					CHECKED BY:	ON THIS DRAWING T
_					CTR	TECHNICAL INFORMAT
					010	RECEIVING THIS DRA
$\vdash$					DESIGNED BY:	RIGHTS TO EITHER S
В	01/18/19	ISSUED FOR PERMITTING	MJR	JNM	MJR	EXPERIENCE. ANY I
A	01/16/19	ISSUED FOR CLIENT REVIEW	MJR	JNM	DRAWN BY:	THE DATA OR DRAW AND WITHOUT ANY L
REV	DATE	DESCRIPTION	TECH	ENG		RESPONSIBILITY TO I

DISCLAIMER

EWFIELDS PRODUCED THE INFORMATION PRESENTED

N THIS DRAWING THROUGH THE USE OF AVAILABLE
ECHNICAL INFORMATION AND EXPERIENCE.
ECEIVING THIS DRAWING DOES NOT GUARANTEE ANY
GHTS TO EITHER SUCH TECHNICAL INFORMATION OF
KPERIENCE. ANY MODIFICATION OR ADAPTATION OF
HE DATA OR DRAWING SHALL BE AT USER'S RISK
ND WITHOUT ANY LIABILITY OR LEGAL
ESPONSIBILITY TO NEWFIELDS.

\*\*NewFields

HAILE GOLD MINE INC.

EAST PAG OSA

P-\Projects\0042017 Haile Fast PAG\A\_CAD\DWGS\42017010D dwa-1/16/2019 12-24 PM

