



APPENDIX A

Fieldwork Report

IRON VALLEY

Fieldwork undertaken for the Below Water Table Mining Groundwater Study

January 2016



T: 08 9323 8821 www.aq2.com.au





Table of Contents

1	BACK	GROUND1
	1.1 1.2	Key Issues
2	FIELD	WORK UNDERTAKEN
3	MON	TORING BORE INSTALLATION
	3.1	Work Undertaken
4	AIRL	FT PERMEABILITY TESTING5
	4.1 4.2	Work Undertaken
_	A ()	4.2.1 Aquifer permeability
5		
	5.1	Work Undertaken 8 5.1.1 Bore PB1 8 5.1.1.1 Step Rate Test 8 5.1.1.2 Constant Rate Test 8 5.1.2 Bore PB2 9
		5.1.2.1 Step Rate Test (SRT)
	5.2	Results of Aquifer Test Analysis
6	WATE	R SAMPLING12
	6.1 6.2	Airlift sample collection
7	ASSE	SSMENT OF FORTESCUE MARSH SALINE WEDGE
0	7.1 7.2 7.3 7.4	Work Undertaken
8 Tabl		RENCES
Tabl Tabl Tabl Tabl Tabl Tabl Tabl Tabl	e 1: e 2:	Details of Existing Bores
Figu Figu Figu Figu Figu Figu Figu Figu	re 1: re 2: re 3: re 4: re 5: re 6: re 7: re 8: re 9:	Map of Area Location of Existing and New Monitoring Bores Airlift Set Up at Monitor Bore Collar PB2 - Step-Test Results PB2 - Chart of Constant-Rate Pumping Results PB1 - Chart of Step-Test Results PB1 - Results of Constant Rate Pumping Results PB1 - Recovery Location of bores where EC profiles were undertaken EC profiles through NMB1009 Contouring of Groundwater Quality to the north of the mine site.



Appendices

Appendix A Bore Logs
Appendix B Airlift Permeability Testing Data and Results
Appendix C Aquifer Testing Data and Results
Appendix D Water Quality
Appendix E Downhole Salinity



1 BACKGROUND

BC Iron (BCI) have already assessed the option of mining the existing ore body lying above the water table at Iron Valley and have received Ministerial approval to proceed. BCI would now like to assess the option of mining below the water table and AQ2 were asked to help assess the potential impacts that mining could have on the surface and groundwater systems, as well as the measures that would need to be introduced to reduce any impacts.

The Iron Valley deposit is located in the central Pilbara, adjacent to the Weeli Wolli Creek and upstream of the Fortescue Marsh system (Figure 1). Both of these surface water systems are sensitive, requiring careful management of adjacent water resources. These surface water systems are linked to the adjacent groundwater systems, so any changes to the groundwater are likely to have an impact on the adjacent surface water. With the ore body known to be a major aquifer, dewatering at moderate to high pumping rates is expected, while the cone of dewatering may extend as far as the adjacent Weeli Wolli Creek and into the Fortescue River valley (where saline groundwater is known to occur). It is clear then, that water management at the site will be an important part of any approvals assessment.

1.1 Key Issues

AQ2 believes that the key issues related to assessing the hydrogeology and hydrology and in gaining approval to mine below the water table are:

- The volume of dewatering necessary to allow mining below the water table;
- Impacts of dewatering on the Weeli Wolli Creek;
- Excess water disposal and impacts of disposal plans proposed (on flow volumes and water chemistry);
- Potential changes in groundwater quality due to intrusion of saline water associated with the Fortescue Marsh;
- Potential impacts of dewatering on groundwater dependent ecosystems (GDEs) including vegetation, and stygofauna;
- Diversion of intercepted upstream surface water flow paths;
- Management of stormwater runoff generated on the mine site;
- Acceptable water resources management after mine closure.

1.2 Scope of Work

Prior to assessment of the above listed key issues, it was necessary to collect site specific data. A fieldwork programme was carried out and is reported on in this report.



2 FIELDWORK UNDERTAKEN

The fieldwork programme was based on a review of all available data and work undertaken during the earlier above water table mining study. Historical groundwater related fieldwork (see References for list of previous URS studies) has covered the installation of ten monitoring bores and two test bores (Table 1). However, aquifer parameter information was only obtained from packer tests of two geotechnical bores. As a result, it was still necessary to collect site specific groundwater data to:

- obtain data on the permeability of the orebody aquifer and adjacent bedrock material;
- better understand the extension of the orebody aquifer system, especially to the north, where it could potentially be in direct contact with the saturated alluvium of the Weeli Wolli Creek;
- assess the permeability of the river alluvium along the southern end of the main pit and possible connections to the underlying orebody aquifer.

The work undertaken to collect the data required was:

- Installation of 50mm pvc casing into 2 existing, open RC mineral exploration bores to north of the dyke and permeability testing of these bores.
- Installation of 50mm casing into four selected open mineral exploration bores that pass through the pit walls and permeability testing of these bores, to ascertain the pit wall hydraulic properties.
- Permeability testing of all monitoring bores installed previously.
- Sampling of all the monitoring bores tested (same time as permeability testing).
- Logging of the saltwater transition in bores to the north and north-east of the mine site, where access is possible. Down the hole conductivity profiling to take place (undertaken by AQ2 staff), to identify the transition from fresh to saline water.
- Aquifer tests on the two existing production bores, to determine hydrogeological properties
 of the aquifer.

Table 1: Details of Existing Bores

Bore	Туре	Easting (m)	Northing (m)	Completion Date	Total Depth (mbgl)	Screen Depth (mbgl)
MBA	Monitoring bore	739780.392	7485810.512	24-Feb-12	86	49-86
MBC	Monitoring bore	738371.000	7485400.000	5-Dec-11	162	54-162
MBD	Monitoring bore	738398.529	7485251.231	29-Nov-11	146	54-144
MBE	Monitoring bore	738045.000	7484794.000	10-Nov-11	136.5	39-136
MBF	Monitoring bore	737627.000	7484196.000	9-Dec-11	130	40-124
MBG	Monitoring bore	737899.977	7484191.235	11-Dec-11	128	44-122
MBH	Monitoring bore	738617.946	7485601.365	24-Feb-12	104	34-104
MBJ	Monitoring bore	736443.981	7481199.218	26-Feb-12	140	10-64
MBK	Monitoring bore	739240.607	7484895.366	9-Feb-12	128	90-128
MBL	Monitoring bore	737326.000	7482593.000	24-Feb-12	113	53-113
PB01	Production bore	738127.483	7485006.600	25-Nov-11	142.5	58-142.5
PB02	Production bore	737704.000	7484194.000	29-Jan-12	170	58.5-154.5

3 MONITORING BORE INSTALLATION

3.1 Work Undertaken

During May 2015, six existing exploration holes were converted to monitoring bores, by re-entering and cleaning the holes and equipping with 50mm PVC casing, gravel-packs and bentonite seals. An R/C drill-rig equipped with a downhole hammer and $5\frac{1}{2}$ " bit was employed to clean, and where necessary, to open up collapsed exploration holes.

Table 2 details the chosen exploration holes, while locations of existing monitoring bores and the new monitoring bores, are shown in Figure 2. Of the six sites chosen, three were successfully reentered and bores constructed as planned. In two cases, the existing holes were open to such depths that backfilling to the planned "base of casing" proved impractical and new bores were drilled and completed adjacent to the exploration holes. In one instance, environmental approvals required that a new bore be drilled some 50m away from the planned position.

Existing monitor bores in and around the Iron Valley mine site have been numbered from MBA –MBL and the new bores were numbered MBM – MBR. Detailed logs showing geology, construction and static water levels (SWLs) are presented in Appendix A.

Table 2: Details of New Monitor bores Constructed

Monitor Bore ID	Exploration Hole ID	Collar East	Collar North	Exploration Hole Type	Exploration Hole Diameter	Casing installed	Slotted casing depths (m bgl)	SWL (m bgl) on 15 Mar 2015
МВМ	IV233 / IV234	736,900	748,2550	RC	140mm	0-46m x 50mm uPVC	13-25	12.89
MBN	IV228	737,457	748,3593	RCD	140mm	0-124m x 50mm uPVC	18-116	17.11
МВО	IV227	737,590	748,3803	RCD	140mm	0-124m x 50mm uPVC	12–120	14.14
МВР	IV357	737,695	748,4100	RCD	unknown	0-64m x 50mm uPVC	12-60	12.13
MBQ	IV379	737,848	748,5398	RCD	unknown	0-64m x 50mm uPVC	54-100	54.36
MBR	IV196	738,309	748,5399	RC	140mm	0-100m x 50mm uPVC	54-100	46.41

Details on the drilling of each hole are provided below:

- Initially two sites were selected for MBM, viz. mineral exploration bores IV233 and IV234.
 However as, environmental clearance was unavailable for either site, MBM was drilled at a new position in the alluvium some 50m south of IV233 and IV234.
- MBN was designed to be constructed to 116m in existing exploration hole IV228 which was
 originally drilled to 278m. The hole was cleared by re-drilling to 124m (limit of drill-rods)
 where caving and collapse effectively backfilled the lower part of the hole. Construction was
 completed as planned.



- **MBO** was constructed in IV227 with the base of the PVC casing planned at 120m. The hole was open to this depth but an additional 4m was drilled using the hammer to ensure the remainder of the hole was blocked by caving and collapse. Construction was as planned.
- MBP was planned to be constructed to 64m in IV357 which was tagged and found to be to open to 120m. Attempts to backfill from 120 64m were unsuccessful with the backfill (low-grade fines) continually bridging off near the surface. A decision was made to drill a new bore close to IV357 on the same drill-pad.
- MBQ was constructed in IV379 with the base of the PVC casing at 100m. Originally drilled
 to 144m, IV379 was tagged at 102.5m after the re-drill with caving and collapse effectively
 backfilling the lower part of the hole. Construction was as planned.
- MBR was planned for IV196 where tagging showed the hole to be open to at least 200m. In light of the experience at MBP it was decided against backfilling to the required depth of 100m and a new bore was drilled on the same pad.

4 AIRLIFT PERMEABILITY TESTING

4.1 Work Undertaken

Airlift permeability testing was completed in all of the monitoring bores at Iron Valley (Table 3), to gain some understanding of the aquifer permeability in each of the bores. The bores testing included the original 10 bores MBA to MBL (excluding MBB and MBI which don't exist), as well as the six new bores (MBM to MBR) which were re-drilled and equipped during this programme (Figure 2).

At all sites, the testing was undertaken by the Resource Water Group(RWG), covering the provision and operation of the trailer-mounted compressor, installation of the airline and pressure transducers, construction of the V-Notch and undertaking of the test. Programming of the pressure transducer loggers and measurement of flows over the V-Notch was the responsibility of the supervising hydrogeologist from AQ2. The setup utilized for airlifting is shown in Figure 3.

At most sites, a single airlift was completed over a nominal period of 1 hour. In the case of MBC and MBD, two airlifts were completed, with the airline at different depths while at MBF, four airlifts were completed with the airline at different depths. In most case the logger was suspended 15 or 20m below the airline. Exceptions to this occurred during some of the tests which had the airline at different depths. Where airlifting could not be carried out due to submergence issues (bore MBM), a slug test was undertaken to assess the permeability.

Airlift yields from the narrow diameter bore casing was low, (< 0.45L/s). Water quality measurements (EC and pH) were collected at each bore and will be discussed in more detail in the Water Quality section. Test details summarised in Table 3, while the airlift data is provided in Appendix B.

4.2 Results

4.2.1 Aquifer permeability

The data from the airlift testing exercise was subjected to analysis. Generally, the drawdown data was unsuitable for analysis, but the recovery data allowed analysis, essentially by the Theis Recovery Method. The exception was MBM where, a slug-test was completed and the results analysed by the Bower-Rice method. Results are presented in Table 4.



Table 3: Monitoring bores – Airlift Details

Bore ID	No of Airlifts	Airlift Duration (hrs:mins)	Reading frequency (sec)	Airlift depths (mbgl)	Logger depths (mbgl)	V Notch (L/sec)	рН	EC (uS/cm)	Comments
MBA	1	1:16	1	50	70	0.05	8.1	807	
MBC	2	1:10	1	100, 80	120, 120	0.01	8.13	950	
MBD	2	0:51	30	80, 70	120, 120	0.45	7.55	934	Test terminated early due to excessive back pressure
MBE	1	1:00	30	70	90	0.45	7.81	911	Extended recovery time due to clearing the area close to the ramp
MBF	4	2:08	30	104, 90, 70,70	111, 111, 111, 111	0.31	7.83	995	
MBG	1	1:00	30	70	80	0.45	8.02	981	
MBH	1	1:00	1	70	90	0.05	8.25	621	
MBJ	1	0:42	30	40	55	0.03	7.92	390	Logger malfunction, retested
MBJ Retest	1	0:17	30	40	55	0.03	7.92	390	Shorter recovery as known from last test recovery is fast
MBK	1	1:02	30	70	90	0.15	7.93	1141	
MBL	1	1:00	30	70	90	0.37	7.92	955	
MBM	Slug test	0:00	1						20L added at 07:00
MBN	1	1:00	30	70	90	0.19	8.13	1006	Extended recovery time due to slow recovery on others
MBO	1	1:00	1	70	90	0.11	8.03	915	
МВР	2	2:20	30	50, 50	57, 57	0.15	8.08	925	Airlift blew logger up hole on both tries
MBQ	1	1:07	30	70	90	0.02	8.31	824	
MBR	1	1:00	30	80	90	0.08	8.17	873	



Table 4: Results of Permeability Testing of Monitor Bores

Bore ID	Pumping Test Type	Screened in Formation	Transmissivity (m2/d)	K (m/d)	Analysis	Comments
МВА	Airlift	Mineralised Weeli Wolli	19	0.2	Theis Recovery	
МВС	Airlift	Mineralised Weeli Wolli (possibly BRK at the base)	0.06	0.0002	Theis Recovery	Screens from 54-72, 84-90. 114- 120, 126-132 & 144-162.
MBD	Airlift	Mineralised Weeli Wolli (possibly BRK at the base)	18	0.13	Theis Recovery	Screens from 54-60, 66-72, 78-84, 90-96, 102-108, 114-120, 126-132 & 138-144
MBE	Airlift	Mineralised Brockman	134	1.03	Theis Recovery	
MBF	Airlift	Mineralised Brockman	6.4	0.06	Theis Recovery	Screens from 40-52, 58-64, 70-76, 82-88, 94-100, 106-112 & 118-124
MBG	Airlift	Mineralised Weeli Wolli	10.6	0.07	Theis Recovery	Screens from 44-56, 62-74, 80-86, 92-98, 104-110 & 116-122m.
МВН	Airlift	Mineralised Weeli Wolli	13.6	0.10	Theis Recovery	
MBJ	Airlift	Mineralised Weeli Wolli	0.1	0.002	Theis Recovery	
МВК	Airlift	Mineralised Weeli Wolli	18	0.16	Theis Recovery	Only smaller drilled diameter has been used (0-90m = 0.25m and 90- 128m = 0.165)
MBL	Airlift	Mineralised Weeli Wolli	84	0.80	Theis Recovery	
MBM	Airlift	Alluvium	20	0.80	Theis Recovery	SWL below top of screen - Low confidence of slug test analysis
MBN	Airlift	Mineralised Weeli Wolli	6.5	0.05	Theis Recovery	SWL below top of screen
МВО	Airlift	Mineralised Weeli Wolli	5.5	0.05	Theis Recovery	SWL below top of screen
МВР	Airlift					Test not completed - 2 failed attempts
MBQ	Airlift	Detrital/Ore (Ore = Joffre)	14	0.20	Theis Recovery	Poor Analysis
MBR	Airlift	Mineralised Brockman (Joffre)	5.1	0.04	Theis Recovery	

Analysis of the airlift data (Appendix B) shows a range in permeabilities between $2x10^{-4}$ and 1 m/day. These permeabilities are lower that would have been expected, with the suggestion that the diamond drilling (without any consequent bore development), has resulted in the clogging of the aquifers.



5 AQUIFER TESTING

The two production bores used at the mine site (PB1 and PB2) were subjected to full aquifer testing (step, constant rate and recovery analysis).

5.1 Work Undertaken

In order to complete the step rate tests and constant rate tests (SRT and CRT) in production bores PB1 and PB2 (see Figure 2), the existing pump infrastructure was removed/disconnected by RWG. This included the submersible pump, the generator and switchbox, the electrical cabling and all the pipework. RWG utilized their own equipment, comprising a 300 kVA generator, a submersible pump capable of delivering 10-50 L/sec water, a $4^{\prime\prime}$ riser and $6^{\prime\prime}$ lay-flat hosing.

5.1.1 Bore PB1

At PB1, the bore depth is 140m with continuous screens installed from 58-140m. The pump inlet was set at 117mbgl. Three existing exploration holes were utilized as monitor bores. One of these was confirmed as IV369 while the other two were not numbered and were named MB Mike and MB Steve. Details are provided in Table 5 below. The lay-flat discharged water at a point 450m from the wellhead.

Table 5: Production and Monitor Bore Details for PB1

Bore ID	Easting	Northing	Distance from PB (m)	SWL (mbtoc)
PB1	738128	7485007	0.00	7.93
MB Mike	738126	7484941	56.04	6.60
MB Steve	738072	7484949	80.62	9.58
IV369	738102	7485102	98.49	8.55

5.1.1.1 Step Rate Test

Details of the SRT at PB1 are summarised in Table 6, with the water level response to pumping illustrated graphically in Figure 4. Full results are presented in Appendix C.

The bore is moderately high yielding, delivering 50 L/s, with a drawdown of \sim 3.6m at an efficiency of above 63%.

Table 6: Step Test Details for PB1

Step No.	Flow rate (L/sec)	Duration (mins)	Maximum Drawdown (m)
1	22	60	1.02
2	30	60	1.76
3	40	60	2.63
4	50	60	3.62

5.1.1.2 Constant Rate Test

Based on the results of the SRT and the pump's ability, the pumping rate for the CRT was set at 40L/sec for a duration of 48 hours. Over this period the drawdown reached 3.03m. The results of



the CRT are presented in Figure 5. In the monitoring bores the maximum drawdowns were logged at 1.054 in IV369, 0.820 in MB Steve and 0.591 in MB Mike.

Recovery in PB1 was measured over a period of 23 hours at which time the bore had recovered to 8.10m, only 0.17m from the original SWL. Results are illustrated in Figure 6.

5.1.2 Bore PB2

PB2 was drilled to 170m with screens installed between 58.5 and 154.5m. The test pump was installed to a depth of 115m bgl. An existing monitoring bore (MBF) and an old exploration hole (IV391) were utilized as monitor bores. Details are provided in Table 7 below. The lay-flat discharged water at a point 600m from the wellhead. The SWL in PB2 was measured at 13.34mbrp.

Table 7: Production and Monitor Bore Details for PB2

Bore ID	Easting	Northing	Distance from PB2 (m)	SWL (m btoc)	Available Drawdown (m)
PB2	737704	7484194	0.00	13.34	102m
MBF	737627	7484196	77.03	13.40	117m
IV391	737752	7484298	114.54	10.69	>50m

5.1.2.1 Step Rate Test (SRT)

Details of the SRT at PB2 are summarised in Table 8, while the water level response to pumping is illustrated graphically in Figure 7. Full results are presented in Appendix C.

The bore is moderately high yielding, delivering a maximum of 27 L/s, with a drawdown of ~54m at an efficiency of above 76%.

Table 8: Step Test Details for PB2

Step No.	Flow rate (L/sec)	Duration (mins)	Maximum Drawdown (m)
1	10	60	16.14
2	15	60	24.85
3	20	60	35.57
4	27	60	54.02

5.1.2.2 Constant Rate Test

Based on the results of the SRT, the pumping rate for the CRT was set at 25L/sec for a duration of 48 hours. Over the pumping period the drawdown reached 48.76m and a total of 4.4ML was discharged. In monitor Bore MBF the drawdown after 48 hours was 0.558m and in IV391it was 0.565. The results are presented graphically in Figure 8. In PB2 recovery to 13.75m was achieved after 110mins and in Monitor bore MBF recovery to 13.54 (SWL = 13.40) was reached in 120mins. Recovery was not measured in IV391.



5.2 Results of Aquifer Test Analysis

5.2.1 Aquifer Permeability

Various methods were used to analyse the aquifer test data from PB1 and PB2, as well as from the adjacent monitor bores. A summary of the results is presented in Table 9. Detailed results can be found in Appendix C.

The analysis shows the orebody aquifer to have variable permeability between 2-20 m/day, depending on the degree of fracturing and weathering, with a storativity between $1x10^{-3}$ - $1x10^{-4}$



Table 9: Aquifer permeability results from the Step and Constant Rate Tests at PB1 and PB2

Test Bore	Monitor ing Bore	Bore Type	Pumping Test Type	Length of screen	Screened Formation	Transmissivity (m²/d	K (m/d)	S	Analysis	Comments
PB1	PB1	Prod.	CRT	82	Mineralised Brockman	2701	21		Theis	Screens from 59 - 141
	PB1	Prod.	REC	82	Mineralised Brockman	2679	21		Theis Recovery	
	MB Steve	Mon.	CRT			2986		0.001	Theis	
	MB Mike	Mon.	CRT			3615		0.004	Theis	
	IV369	Mon.	CRT			2250		0.0005	Theis	
PB2	PB2	Prod.	CRT	61	Mineralised Brockman	80-280	0.5 - 1.75		Theis (unconfined and confined)	Screens from 58-61, 70-73, 81-84, 92-122 & 130-152.
	PB2	Prod.	REC	61	Mineralised Brockman	255 - 316	1.6 - 2.4		Theis Recovery	
	MBF	Mon.	CRT	40	Mineralised Brockman	3400		0.0001 - 0.00006	CJ Confined, Theis Confined, P/C Confined	Screens from 40-52m, 58-64, 70-76, 82-88, 94-100, 106-112 & 118-124.
	IV391	Mon.	CRT			1450	11.6	0.002	Theis Confined	

6 WATER SAMPLING

6.1 Airlift sample collection

Samples were collected from each of the monitor bores during the permeability testing programme, with the exception of MBM, which did not yield any water. Detailed water chemistry results are presented in Appendix D.

The following chemical parameters were measured:

- pH in water
- Conductivity and TDS by calculation in water @ 25°C
- Alkalinity: Total Alkalinity as CaCO3,
 Carbonate Alkalinity as CO3
 Bicarbonate Alkalinity as HCO3
- Chloride (CI)
- Sulphate (SO4)
- · Ca, K, Mg, Na,
- Total Iron
- As, Cd, Cr, Cu, Ni, Pb, Se, Zn, Mn, Al
- Mercury (Hg)

The following broad conclusions for the 15 monitor bores tested were reached:

- The pH is alkaline, with a narrow range from 8.2 8.6.
- The electrical conductivity (EC) lies in a range from 720 -1000µS/cm, except for bore MBJ which
 is much lower at 340µS/cm (top of the screens are in river alluvium of adjacent creek bed). As
 expected, the TDS follows a similar trend, ranging from 420 590mg/L, except for MBJ which
 measured 290mg/L.
- The ICPMS trace element results illustrate a few anomalies:
 - o Total Iron varies from below detection ($5\mu g/L$) to $13\mu g/L$ in all but four samples which gave significantly higher results ($20\mu g/L$ in MBJ, $34\mu g/L$ in MBK, $74\mu g/L$ in MBC and a highly anomalous $400\mu g/L$ in MBH.
 - o As is elevated in MBL
 - o Cd, Cr, Cu, Ni, Pb, Se and Hg are at or below detection in all bores.
 - o Zn and Al are elevated in MBC and MBH
 - Mn ranges from below detection (1mg/L) to a maximum of 60mg/L in all bores except
 MBQ where it is strongly elevated at 210mg/L.



6.2 Aquifer test sample collection

PB1 and PB2 were both sampled at the end of the CR tests. Results are presented in Table 10. Hydrochemically, the two production bores are very similar and the water quality is that expected during the dewatering programme expected in the future. The main difference is Total Fe where PB1 (120 μ g/L) is far higher than PB2 (18 μ g/L) and is, in fact higher than all the monitor bores with the exception of MBH (see earlier discussion in section 4.2.2). Although most dissolved trace metals are below detection limit it is noteworthy that PB2 has significantly higher levels of Zn and Mn (37 μ g/L and 26 μ g/L) than PB1 (<5 μ g/L and 9 μ G/L).

Table 10: Hydrochemistry of production bores PB1 and PB2

		PB1	PB2
Analyte Name	Units	Result	Result
pH**	pH Units	8.3	8.2
Conductivity @ 25 C	μS/cm	830	850
Total Dissolved Solids Dried at 175-185°C	mg/L	480	490
Total Alkalinity as CaCO3	mg/L	270	280
Carbonate Alkalinity as CO3	mg/L	<1	<1
Bicarbonate Alkalinity as HCO3	mg/L	330	340
Chloride, Cl	mg/L	87	86
Sulphate, SO4	mg/L	51	53
Calcium, Ca	mg/L	44	45
Potassium, K	mg/L	8.5	7.9
Magnesium, Mg	mg/L	44	45
Sodium, Na	mg/L	53	54
Total Iron	μg/L	120	18
Arsenic, As	μg/L	<1	<1
Cadmium, Cd	μg/L	<0.1	<0.1
Chromium, Cr	μg/L	<1	<1
Copper, Cu	μg/L	<1	<1
Nickel, Ni	μg/L	<1	<1
Lead, Pb	μg/L	<1	<1
Selenium, Se	μg/L	<1	<1
Zinc, Zn	μg/L	<5	37
Manganese, Mn	μg/L	9	26
Aluminium, Al	μg/L	<5	<5
Mercury	mg/L	<0.00005	<0.00005

7 ASSESSMENT OF FORTESCUE MARSH SALINE WEDGE

7.1 Work Undertaken

In order to refine the position and geometry of the Fortescue Marsh Saline Wedge, permission was obtained from the Fortescue Metals Group (FMG) to access nine monitor bores drilled on their Nyidinghu property, located directly to the north of the Iron Valley tenement, to measure SWL's and to conduct EC profiling measurements. All of these bores contain nested piezometers targeting deep, intermediate and shallow aquifers. Details of these bores are provided in Table 11 and a map of the bore locations is provided in Figure 9.

Table 11: Nyidinghu Monitoring Bore Details

Bore ID	Piezometer ID	Easting [m]	Northing [m]	Surface Elevation [mAHD]	Top of Screen [m bgl]	Base of screen (m bgl)	Casing Type
	NMB1001_D	741702	7487160	456.28	195.5	243.5	50 mm PN18 uPVC
NMB1001	NMB1001_I	741702	7487160	456.28	82	172	50 mm PN18 uPVC
	NMB1001_S	741702	7487160	456.28	34.5	64.5	50 mm PN18 uPVC
	NMB1002_D	739797	7487024	457.75	250	256	50 mm PN18 uPVC
NMB4000	NMB1002_I	739797	7487024	457.75	77	137	50 mm PN18 uPVC
NMB1002	NMB1002_S	739797	7487024	457.75	46.6	64.6	50 mm PN18 uPVC
	NMB1002_WT	739797	7487024	457.75	14.5	32.5	50 mm PN18 uPVC
	NMB1003_D	739096	7486580	459.9	93.3	99.3	50 mm PN18 uPVC
NMB1003	NMB1003_I	739096	7486580	459.9	63.1	87.1	50 mm PN18 uPVC
	NMB1003_S	739096	7486580	459.9	18.6	54.6	50 mm PN18 uPVC
	NMB1004_D	738684	7486156	468.6	121	177.5	50 mm PN18 uPVC
NMB1004	NMB1004_I	738684	7486156	468.6	68	104	50 mm PN18 uPVC
	NMB1004_S	738684	7486156	468.6	34	58	50 mm PN18 uPVC
	NMB1005_D	739981	7486157	461.12	199	247	50 mm PN18 uPVC
NMB1005	NMB1005_I	739981	7486157	461.12	65	137	50 mm PN18 uPVC
	NMB1005_S	739981	7486157	461.12	25.3	43.3	50 mm PN18 uPVC
	NMB1007_D	740130	7490200	449.96	152	164	50 mm PN18 uPVC
NMB1007	NMB1007_I	740130	7490200	449.96	108	144	50 mm PN18 uPVC
	NMB1007_S	740130	7490200	449.96	64	94	50 mm PN18 uPVC
	NMB1009_D	744593	7491209	444.44	218.2	226.2	50 mm PN18 uPVC
NMB1009	NMB1009_I	744593	7491209	444.44	162.2	204.2	50 mm PN18 uPVC
1416101003	NMB1009_S	744593	7491209	444.44	73	151	50 mm PN18 uPVC
	NMB1009_WT	744593	7491209	444.44	26	50	50 mm PN18 uPVC
NMB1013A	NMB1013A_S	741101	7487394	462	45	57	50 mm PN18 uPVC
HANDIOISA	NMB1013A_WTS	741101	7487394	462	24.2	36.2	50 mm PN18 uPVC
NMB1003B	NMB1013B_D	741113	7487395	462	114	176	50 mm PN18 uPVC
IAMID 1003D	NMB1013B_I	741113	7487395	461	66	96	50 mm PN18 uPVC

During the period 5-9 June 2015, AQ2 personnel measured SWL's in every piezometer and completed EC profiling. Previous SWL measurements had been recorded by FMG during 14-15 April 2015. A Heron EC dipper was used to measure the EC at intervals from static water level, either to the base of the bore or to the 150m limit of the dipper. In some bores the EC meter did not work effectively (possibly due to flotsam in the bore) and a full set of measurement could not be obtained. All the data from this exercise is attached as Appendix E.



7.2 Water Quality Profiles

Downhole profiles for all the Nyidinghu monitoring bores are attached in Appendix E. A summary of the results is presented in Table 12 (with the bores listed in order of their location away from the Iron Valley mine site), and a brief description of the characteristics of each bore follows:

Table 12: Summary of Nyidinghu Downhole EC Profiles

Bore ID	Water Type	Electrical Conductivity Range (μS/cm)	
NMB1004S	Fresh	684 – 711	
NMB1004I	Fresh	702 - 1059	
NMB1004D	Fresh	1394 - 1477	
NMB1003S	Fresh	669 - 730	
NMB1003I	Fresh	556 – 631	
NMB1003D	Fresh	774 - 862	
NMB1005S	Fresh	405 – 418	
NMB1005I	Fresh	401 - 484	
NMB1005D	Fresh	463 – 526	
NMB1002S	Fresh	431 – 439	
NMB1002I	Fresh	441 – 506	
NMB1002D	Saline	18,720 – 19,939	
NMB1002WT	Blocked at 13.3m	Blocked at 13.3m	
NMB1013AS	Fresh	376 – 377	
NMB1013AWT	Fresh	435 - 474	
NMB1013BD	Fresh	459 – 490	
NMB1013BI	Fresh	485 – 497	
NMB1001S	Fresh	520 - 599	
NMB1001I	Fresh	601 - 622	
NMB1001D	Fresh	490 - 498	
NMB1007S	Fresh	417 – 431	
NMB1007I	Fresh	323 – 338	
NMB1007D	Fresh	557 - 572	
NMB1009S	Brackish to Hypersaline	7,793 – 16,516	
NMB1009I	Hypersaline	31,261 – 48,987	
NMB1009D	Brackish to Hypersaline	6,736 – 112,963	
NMB1009WTS	Brackish	2,967 – 3,134	

Review of the data collected allows the following comments:

- Water quality generally decreases to the north-east of the Weeli Wolli Creek
- The shallow aquifers generally have a better quality than the deeper bedrock aquifers.
- Although all the water from NMB1004 is classified as fresh, the quality from the deep piezo is markedly more saline than the shallow and intermediate. The profile for the intermediate piezo shows a marked inflection at around 70m from 700μS/cm to >1,000μS/cm
- NMB1003 was fresh in all 3 piezos with a range of 556-862µS/cm
- NMB1005 is all fresh ranging from 401 $526\mu S/cm$



- NMB1002 returned saline results (>18,000µS/cm) from the deep piezo while those from the shallow and intermediate piezos were fresh. The deep piezo quality is anomalous, being higher than the bedrock quality in bores further to the north-east, into the Fortescue valley.
- NMB1013 comprises two adjacent bores (NMB013A and B) which together contain 4 piezos. All returned EC values consistent with fresh water.
- **NMB1001** shows virtually no difference in EC with depth or between the 3 piezos at different depths. All results are in the range 490-622µS/cm, signifying fresh water.
- NMB1007 is all fresh ranging from 323 572µS/cm
- **NMB1009** is complex. There are 4 piezos nested in this bore with the two shallowest returning EC values in the brackish range while the intermediate piezo is hypersaline. The deep piezo showed a rapid deterioration in water quality over 5m, with the EC increasing from 6,736µS/cm at 37m to 11,1919µS/cm at 42m (see Figure 10).

7.3 DoW Data

Data available from the Department of Water (DoW) database was utilized to assess the water quality further to the north-east of the FMG tenement. The DoW data distinguishes between the shallow, Tertiary aquifers and a deeper bedrock aquifer dominated by the Wittenoom Formation.

7.4 Location of Saline Wedge

The recently acquired FMG data, combined with that from the DoW was used in defining the position of the saline wedge to the north-east of Iron Valley.

The Tertiary aquifer exhibits fresh to slightly brackish water quality with the quality decreasing in a northerly direction away from the Hamersley Ranges, which represents the recharge zone. Typical TDS values range from <1,000mg/L (~1500 μ S/cm) near the ranges to 6,000mg/l (8960 μ S/cm) some 15km to the north (Figure 11).

The basement aquifer shows a significantly steeper saline gradient. Although water quality is similar in the south (<1,000mg/L TDS, salinity is in excess of 70,000mg/l TDS (104,500 μ S/cm) less than 10km further north.

The water sampled from the two production bores at the Iron Valley site is in the range of 830-850 μ S/cm (480-490 mg/L TDS). As a result, the majority of groundwater between the mine site and the Weeli Wolli Creek (which could be drawn in towards the areas of dewatering), is of a fresher water quality. The saline wedge (as is evident in bore NMB1009) is at least 7kms to the north-east.

8 REFERENCES

URS, 2010. Final Report, Iron Valley Preliminary Water Balance Report, 26 August 2010.

URS, 2011a. Report - Pre-Feasibility Phase 1 Surplus Groundwater Disposal Options, 11 August 2011.

URS, 2011b. Summary Report, Iron Valley Project Pre-Feasibility Phase 1, Environment and Water Studies, 5 August 2011.

URS, 2011c. Iron Valley Iron Ore Project Phase 1 Pre-Feasibility Groundwater Assessment (Modelling) (August 2011).

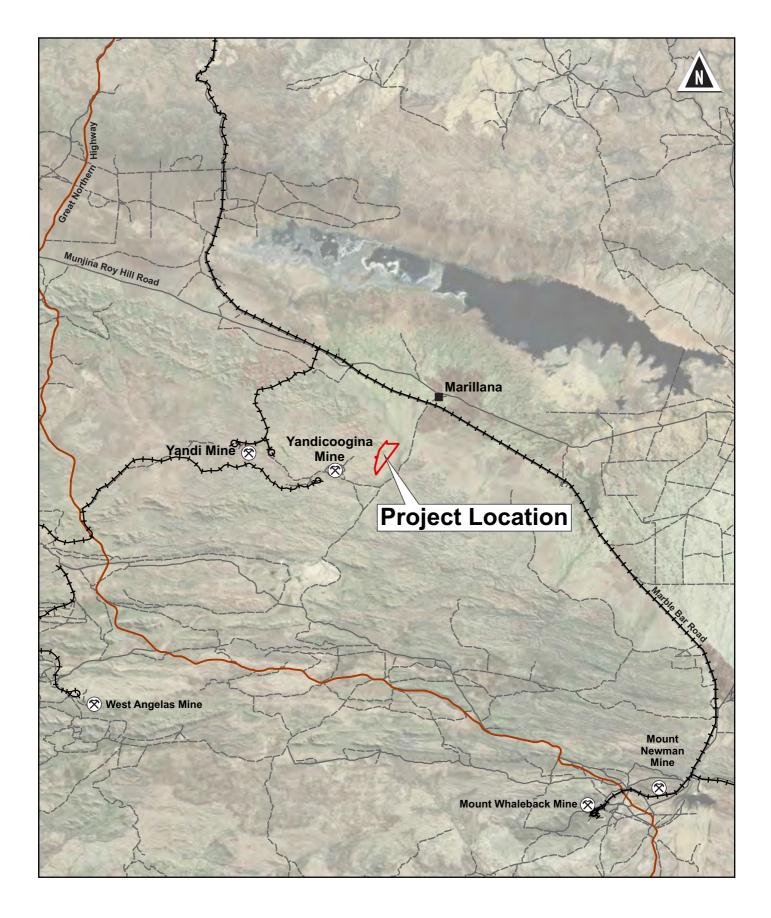
URS, 2012a. Iron Valley Groundwater Assessment, Memo J:\Jobs\42908158\5 Works\Chapters and Templates\Appendix B Water\Groundwater\Iron Valley Groundwater Assessment (Memorandum 18 September 2012).docx, Perth.

URS, 2012b. Assessment on Proponent Information, Iron Valley Above Water Table Mining Project, 30 November 2012, Report 42908158/01/C, Perth.

URS, 2012c. Iron Valley Groundwater Assessment, Memo J:\Jobs\42908158\5 Works\Chapters and Templates\Appendix B Water\Groundwater\Iron Valley Groundwater Assessment (Memorandum 18 September 2012).docx, Perth.

URS, 2012d. Report - Iron Valley Project, Surface Water Study, document 42907456/W0693.781/A, 13 August 2012, Perth.







AUTHOR: JJ

DRAWN: RC



REPORT NO: 013b NOTES & DATA SOURCES: REVISION: a MGA Zone 50 (GDA94) DATE: 06/01/2015 JOB NO: 030b



FIGURE 1 **IRON VALLEY PROJECT REGIONAL LOCATION**

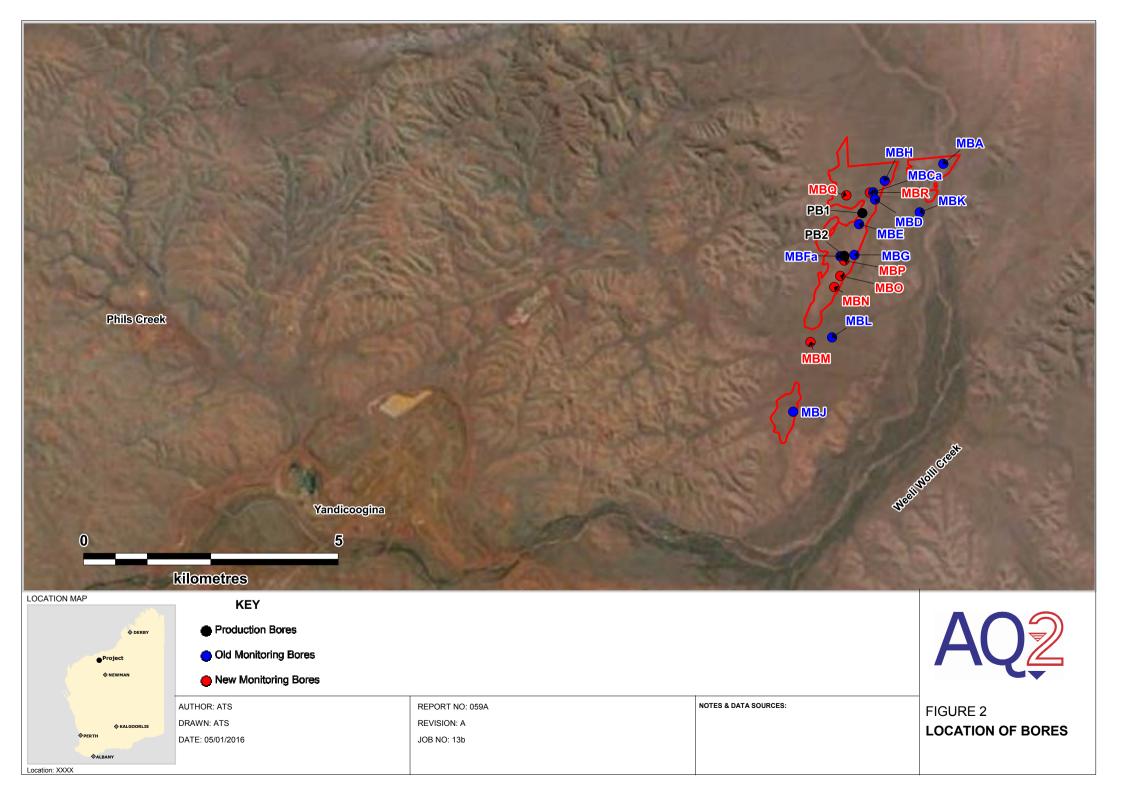






FIGURE 3: Airlift Set-up

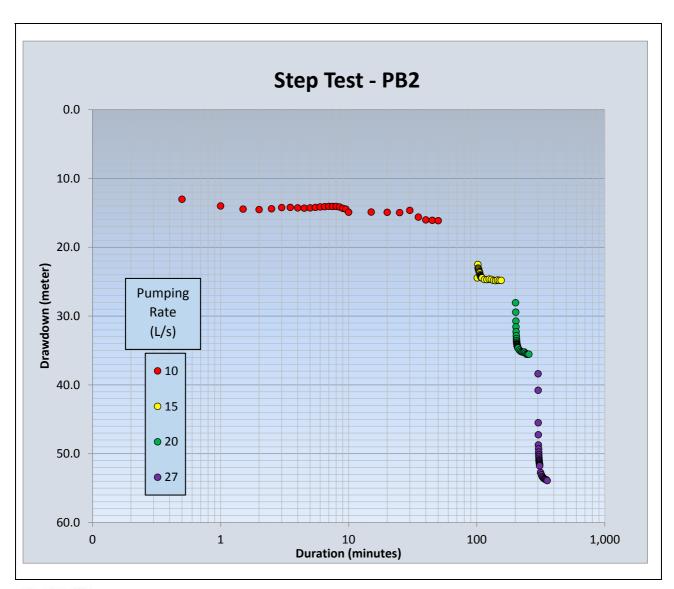




FIGURE 4: PB2 – Step Test Drawdown

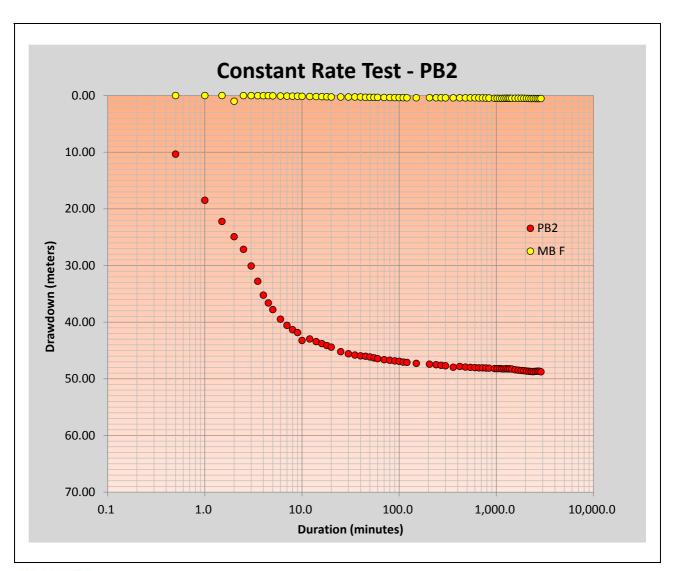




FIGURE 5: PB2 - Constant Rate Drawdown

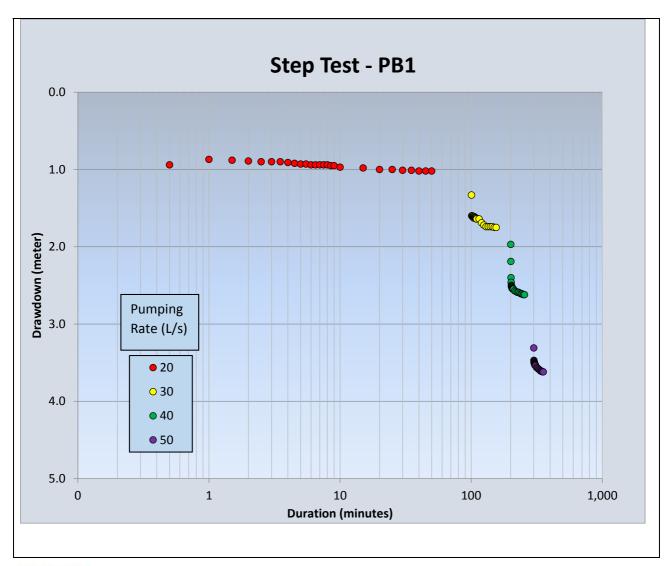




FIGURE 6: PB1 – Step Test Drawdown

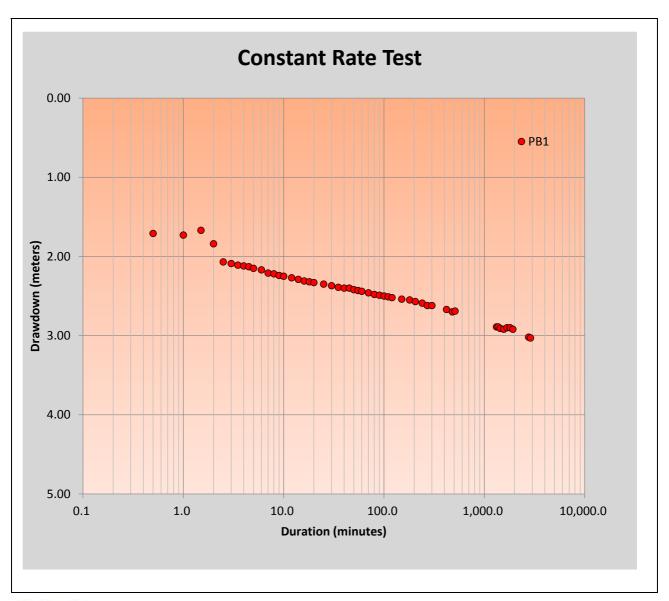




FIGURE 7: PB1 - Constant Rate Drawdown

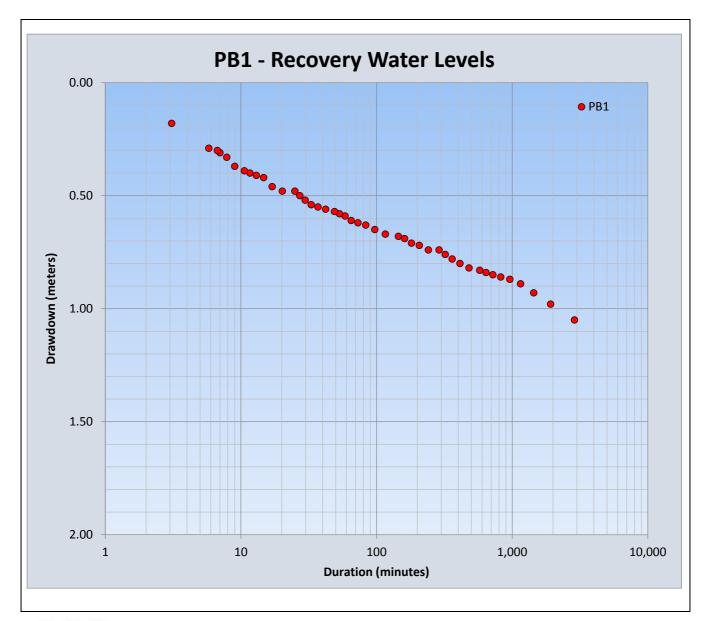
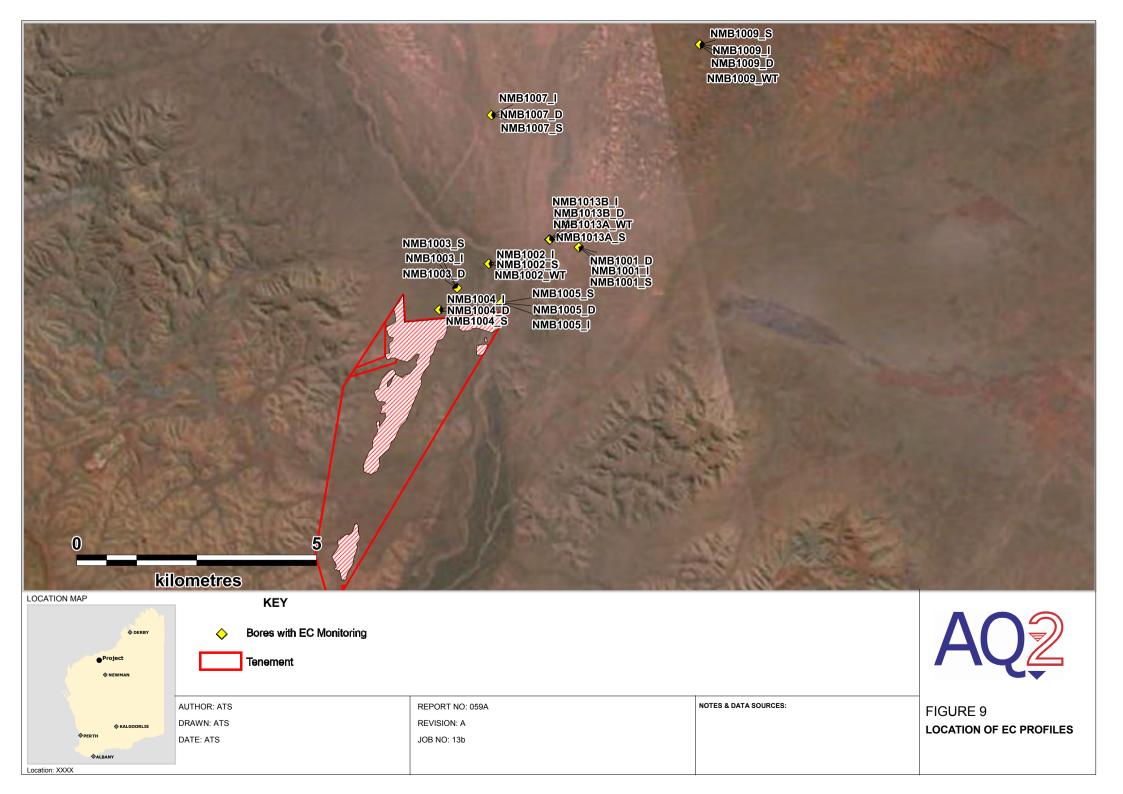




FIGURE 8: PB1 - Constant Rate Recovery



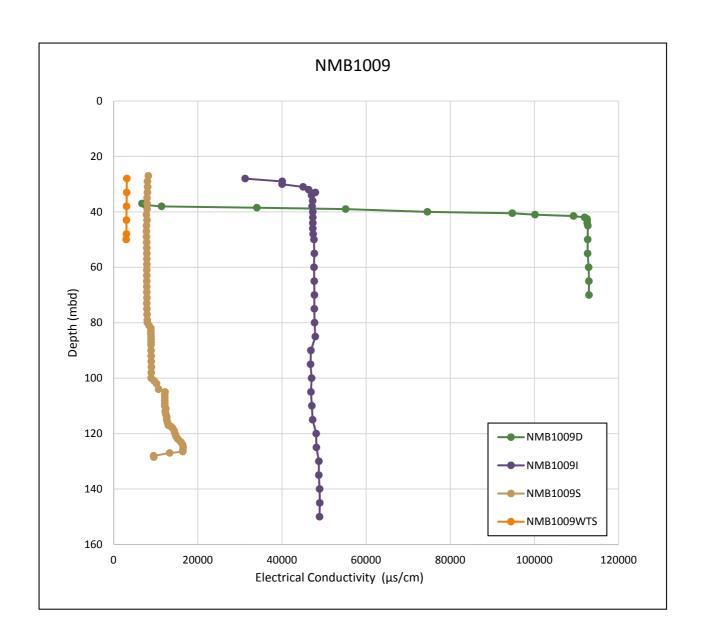
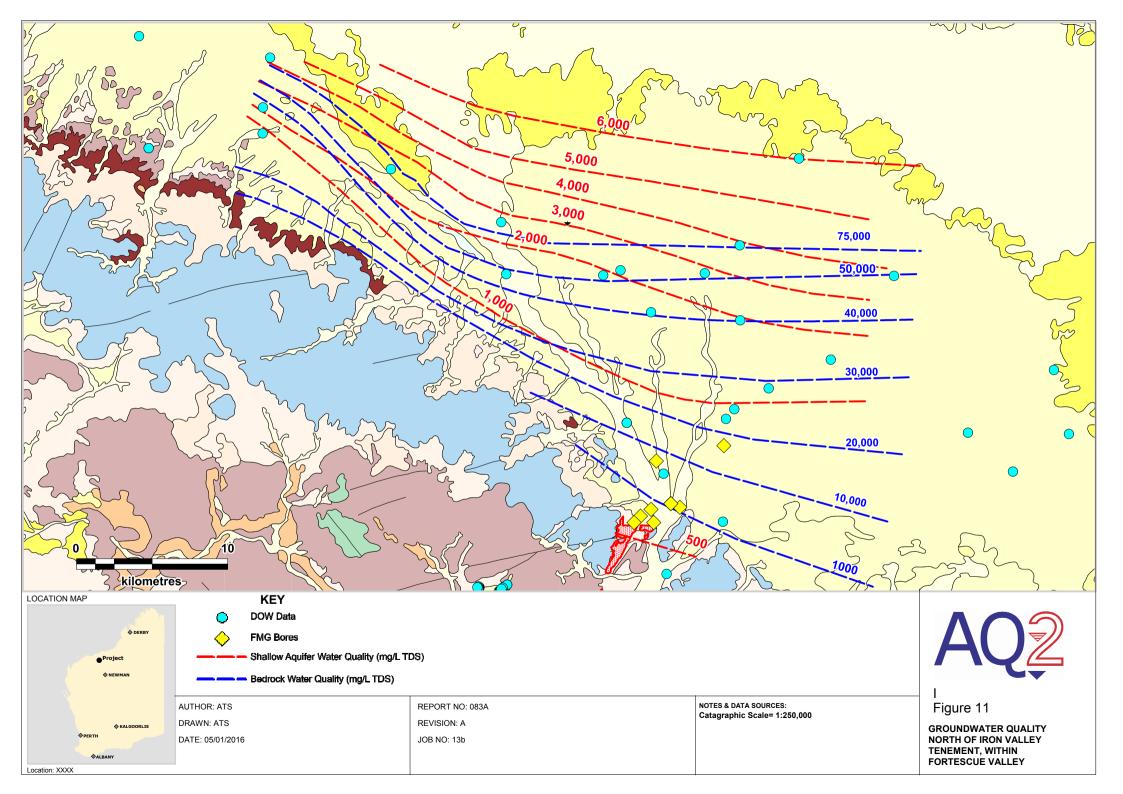




FIGURE 10: EC Profiles through NMB1009 bores



APPENDIX A

Bore Logs



East Perth WA 6004 Australia

t: +61 (8) 9323 8821 e: aq2general@aq2.com.au

COMPOSITE WELL LOG

Client: BC Iron Project: Iron Valley BWT

Commenced: 20/05/2015 Completed: 21/05/2015 Drilled: Easton Wells

Logged By: TV

Well No:

Method: RC (0-46m) Fluid: Air (0-46m)

Bit Record: 5 5/8 (0-46m)

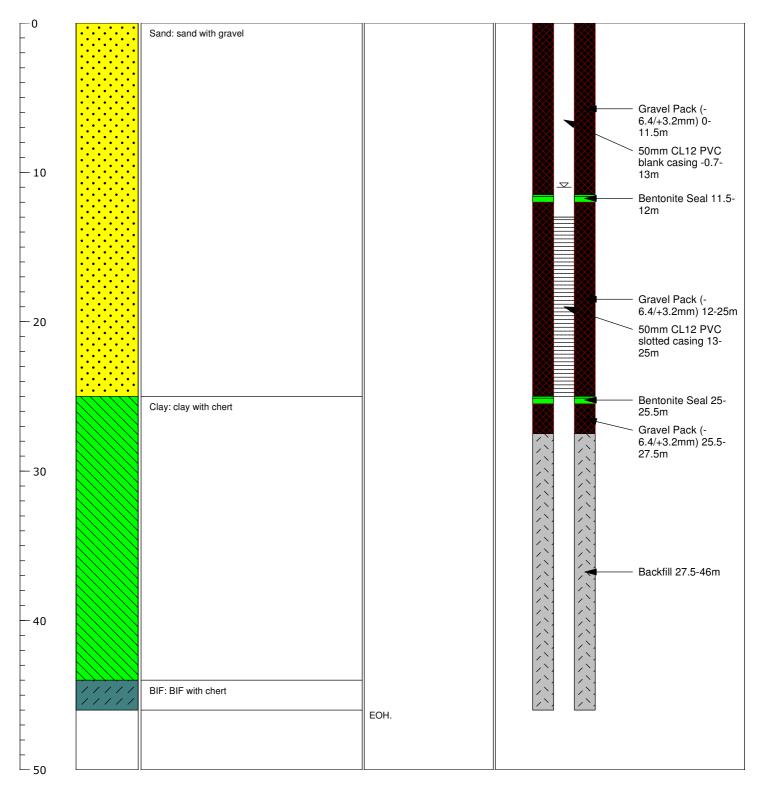
Area: Iron Valley Elevation: 490.242 mRL Easting: 736900

MBM

Northing: 7482550

Static Water Level: 11 mbgl Date: 28/05/2015 Remarks:

Depth Graphic	Lithological Description	Field Notes	Well Completion	
(mbgl) Log			Diagram	Notes



File Ref: 13b\MBM Well No: MBM

2 Brook St East Perth WA 6004 Australia

t: +61 (8) 9323 8821 e: aq2general@aq2.com.au

COMPOSITE WELL LOG

Client: BC Iron Project: Iron Valley BWT

Commenced: 22/05/2015

Completed: 23/05/2015

Drilled: Easton Wells Logged By: TV

Method: RC

Fluid: Air (0-124m)

Bit Record: 5 5/8 (0-124m)

Easting: 7483593.309 Northing: 737457.102

Elevation: 491.055mRL

Area: Iron Valley

MBN

Well No:

Remarke: 20/05/2015

		Static Water Level: 17.11	mbgi Date: 28/05/2	2015 Remar	ks:		
Depth	Graphic			Well Co	Well Completion		
(mbgl)	Log	Lithological Description	Field Notes	Diagram	Notes		
E_0							
		Sand: with gravel					
- 10		Shale: with BIF			— Backfill 0-14.2mm — 50mm CL12 PVC		
					blank casing -0.7- 18m		
20					Bentonite Seal 14.2- 15m		

File Ref: 13b\MBN Well No: MBN 2 Brook St East Perth

WA 6004 Australia

t: +61 (8) 9323 8821 e: aq2general@aq2.com.au

COMPOSITE WELL LOG

Client: BC Iron Project: Iron Valley BWT

Commenced: 23/05/2015

Completed: 25/05/2015 Drilled: Easton Wells

Logged By: TV

Method: RC

Fluid: Air (0-124m)

Bit Record: 5 5/8 (0-124m)

Easting: 7483803.404 Northing: 737589.657

Elevation: 489.186

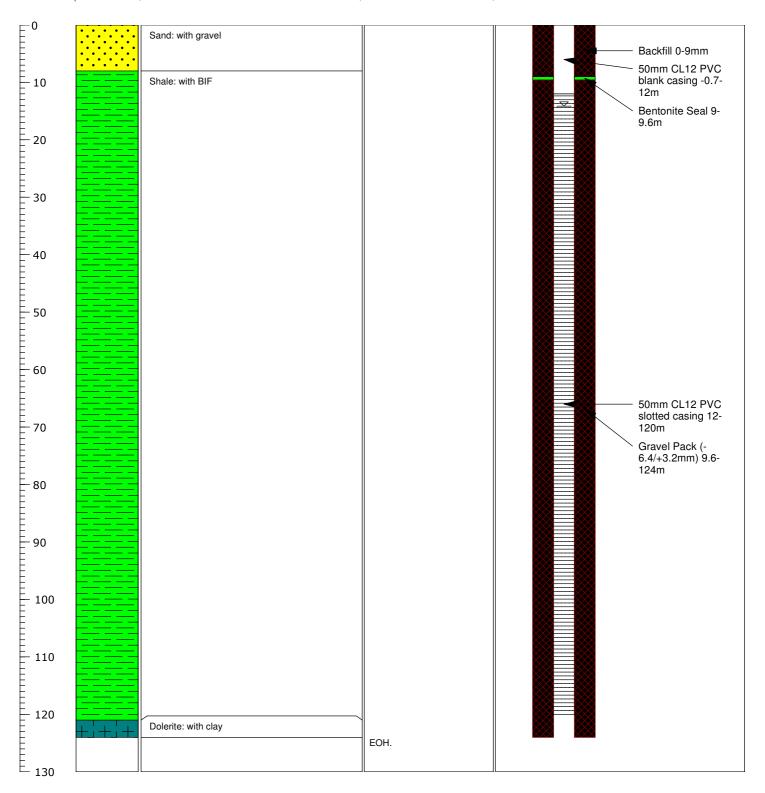
Area: Iron Valley

MBO

Well No:

Static Water Level: 14.14 mbgl Date: 28/05/2015 Remarks:

Well Completion Depth Graphic **Lithological Description Field Notes** (mbgl) Log Diagram **Notes**



File Ref: 13b\MBO Well No: MBO



e: aq2general@aq2.com.au

COMPOSITE WELL LOG

Project: Iron Valley BWT

Well No:

Commenced: 25/05/2015 Method: RC

Completed: 26/05/2015

Drilled: Easton Wells Bit Record: 5 5/8 (0-64m)

Logged By: TV

Client: BC Iron

Elevation: 488.666mRL **Easting:** 7484100.012 **Northing:** 737695.593

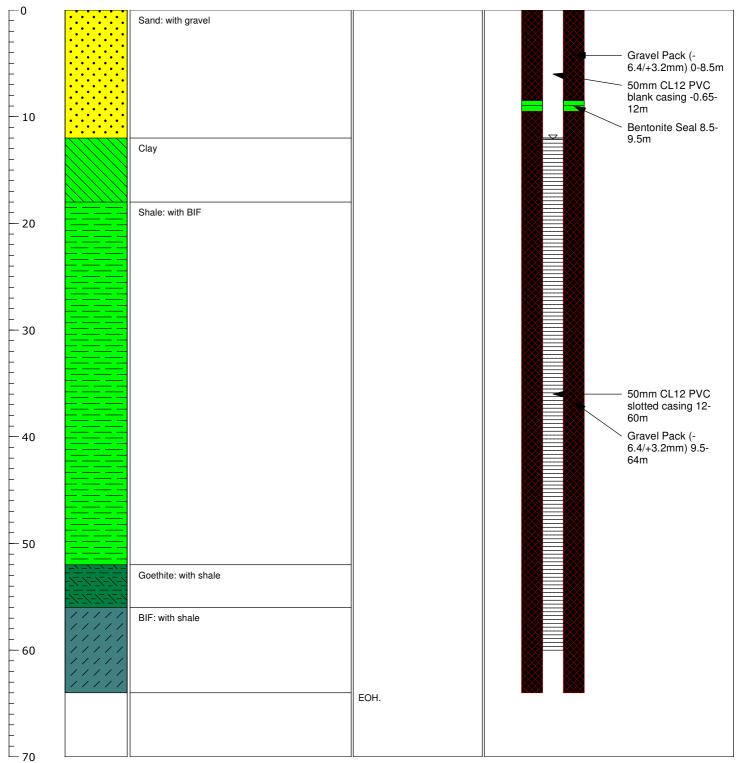
Area: Iron Valley

MBP

Static Water Level: 12.13 mbgl Date: 28/05/2015 Remarks:

Fluid: Air (0-64m)

| Depth (mbgl) | Lithological Description | Field Notes | Well Completion | Diagram | Notes |



File Ref: 13b\MBP Well No: MBP

2 Brook St East Perth WA 6004 Australia t: +61 (8) 9323 8821

e: aq2general@aq2.com.au

COMPOSITE WELL LOG

Project: Iron Valley BWT

Well No:

Client: BC Iron

Commenced: 26/05/2015 Completed: 27/05/2015 Drilled: Easton Wells

Logged By: TV

Method: RC (0-102.5m) Fluid: Air (0-102.5m)

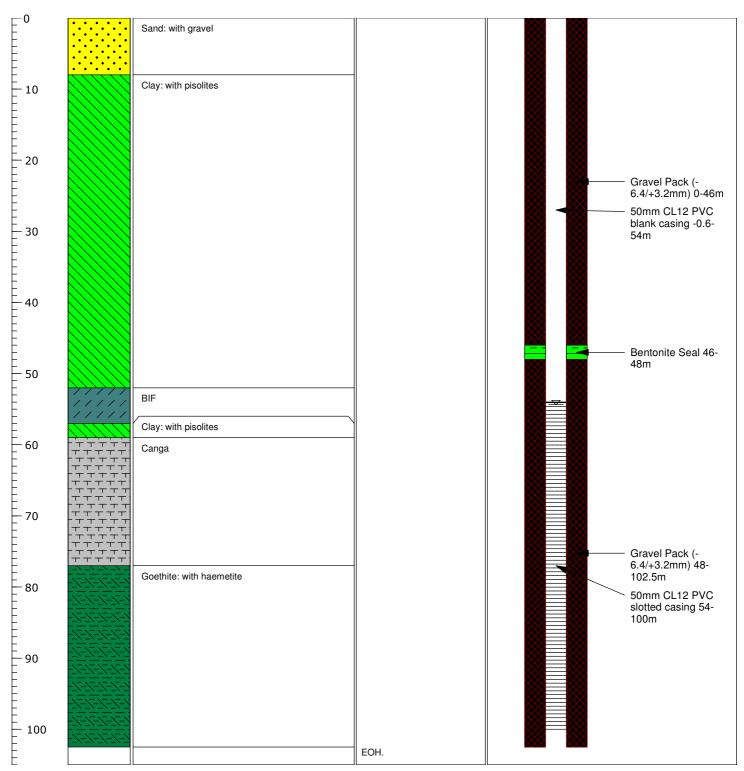
Bit Record: 55/8

Area: Iron Valley Elevation: 486.563mRL Easting: 7485397.653 Northing: 737847.590

MBQ

Static Water Level: 54.36 mbgl Date: 28/05/2015 Remarks:

Well Completion Depth Graphic **Lithological Description Field Notes** (mbgl) Log Diagram **Notes**



File Ref: 13b\MBQ Well No: MBQ

2 Brook St East Perth WA 6004 Australia t: +61 (8) 9323 8821 e: aq2general@aq2.com.au

COMPOSITE WELL LOG

Project: Iron Valley BWT

Well No:

Client: BC Iron

Commenced: 27/05/2015 Method: RC (0-100.5m) Completed: 28/05/2015 Fluid: Air (0-100.5m)

Bit Record: 5 5/8 (0-110.5m) Drilled: Easton Wells

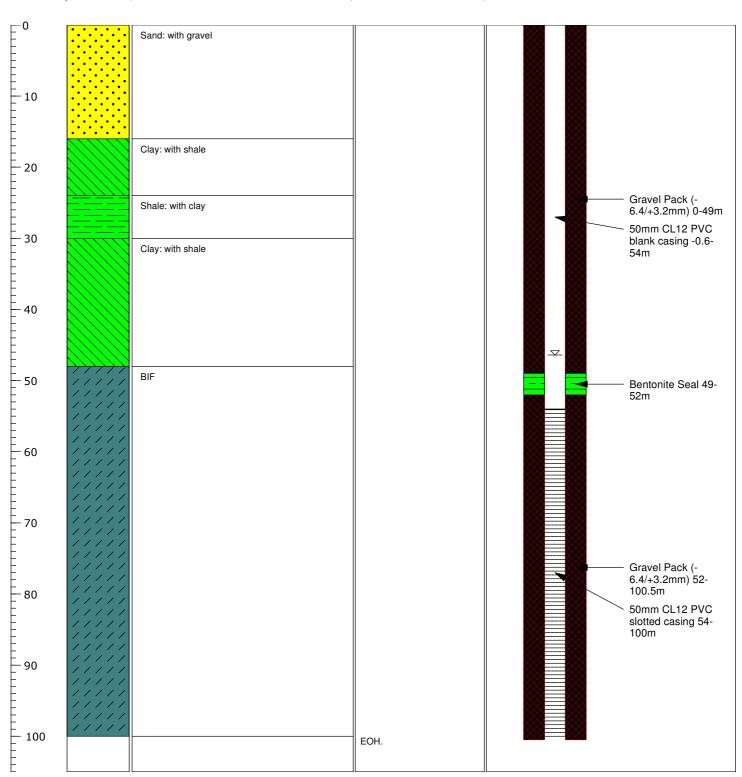
Logged By: TV

Area: Iron Valley Elevation: 479.041mRL Easting: 7585398.636 Northing: 738309.056

MBR

Static Water Level: 46.41 mbgl Date: 28/05/2015 Remarks:

Well Completion Depth Graphic **Lithological Description Field Notes** (mbgl) Log Diagram **Notes**



File Ref: 13b\MBR Well No: MBR

BORE COMPLETION REPORT Page 1 / 3 **PB01** Grid System **Drilling Contractor: Connector Drilling** IR T65 Drilling Rig: Coordinates: 738127 7485007 Drilling Method: Air Hammer mΝ Geophysical Company: **Ground Elevation:** Hole Diameter: 500 mm 0 - 24 mbgl Logged By: 375 mm 24 - 144 mbgl F.Carosone Start Date: 08.11.2011 Compl. Date: 21.11.2011 Purpose of Bore: **Production Bore** Total Depth: 144 mbgl Static Water Level: Casing - Blank: 0 - 58 mbgl Water Level Date: Casing - Slotted: 58 - 144 mbgl **RESISTIVITY** STRATIGRAPHY GRAPHIC LOG DEPTH (mbgl) (OHM-Metres) **GAMMA LOG CALIPER** BORE CONSTRUCTION LITHOLOGY SHORT (16") - - -(cps) (mm) LONG (64") 0 10 0 200 0 300 Red-brown alluvium, large chip size. Alluvium Red-brown-orange banded iron formation with dark grey flat chips. Water cut at about 8 m. Grey-black banded iron formation with yellow/orange shale. జ Dark grey-black banded iron formation chips with yellow-orange shale. Grey-black banded iron formation with orange chips. Light brown-orange banded iron formation with fine shale 30 Dark grey-black banded iron formation with cream-browngrey microbanded shale. and Shale BF Dark grey-black banded iron formation with large microbanded chips. - 50 This drawing is subject to COPYRIGHT.

Whilst every care is taken by URS to ensure the accuracy of the digital data, URS makes no representation or warranties about its accuracy, reliability, completeness, suitability for any particular purpose and disclaims all responsibility and liability (including without limitation, liability in negligence) for any expenses, losses, damages (including indirect or consequential damage) and costs which may be incurred as a result of data being inaccurate in any way for any reason. Electronic files are provided for information only. The data in these files is not controlled or subject to automatic updates for users outside of URS.

J:\lobs\42908246\615 Works\4R\WI\Production Bore

IRON ORE HOLDINGS LTD





BORE COMPLETION REPORT Page 2 / 3 **PB01** Grid System **Drilling Contractor: Connector Drilling** IR T65 Drilling Rig: Coordinates: 738127 7485007 Drilling Method: Air Hammer mΝ Geophysical Company: Ground Elevation: Hole Diameter: 500 mm 0 - 24 mbgl Logged By: 375 mm 24 - 144 mbgl F.Carosone Start Date: 08.11.2011 Compl. Date: 21.11.2011 Purpose of Bore: Total Depth: **Production Bore** 144 mbgl Casing - Blank: Static Water Level: 0 - 58 mbgl Casing - Slotted: Water Level Date: 58 - 144 mbgl RESISTIVITY STRATIGRAPHY GRAPHIC LOG DEPTH (mbgl) (OHM-Metres) CALIPER GAMMA LOG **BORE CONSTRUCTION** LITHOLOGY SHORT (16") - - -(cps) (mm) LONG (64") 0 200 0 10 0 300 Dark grey/black banded iron formation, with large microbanded chips and some yellow and white shale. Flow rate at 68 m = 12 L/s, Flow rate at 74 m = >20 L/s, flow rate at 76 m =>50 L/s - 60 70 BIF and Shale 80 - 90 Dark grey-black banded iron formation, red large chips, some chert, microbanded. Some purple, yellow, brown shale. Dark grey-black banded iron formation with orange banding and microbanding. Flow rate >50 L/s.

This drawing is subject to COPYRIGHT.

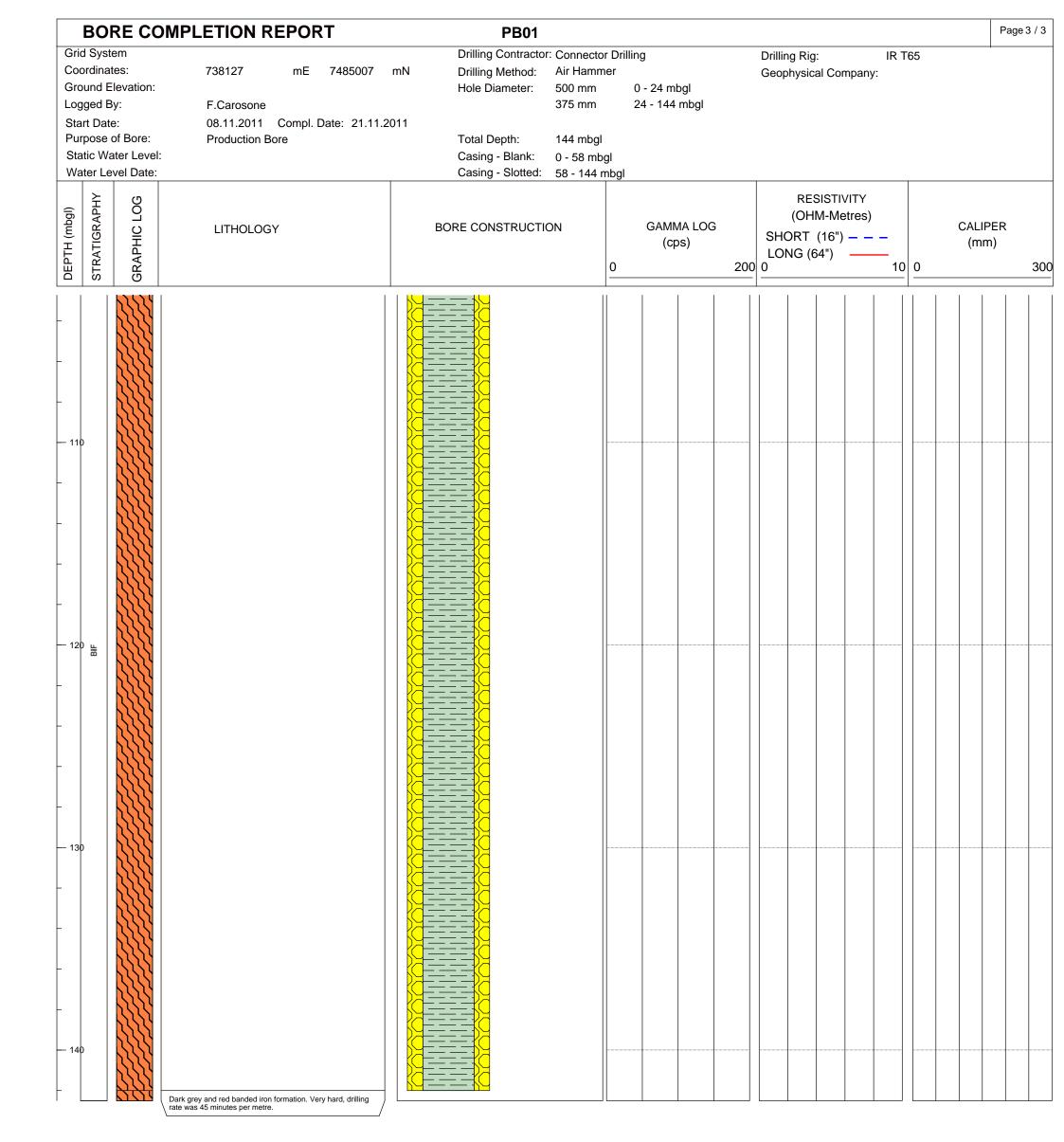
Whilst every care is taken by URS to ensure the accuracy of the digital data, URS makes no representation or warranties about its accuracy, reliability, completeness, suitability for any particular purpose and disclaims all responsibility and liability (including without limitation, liability in negligence) for any expenses, losses, damages (including indirect or consequential damage) and costs which may be incurred as a result of data being inaccurate in any way for any reason. Electronic files are provided for information only. The data in these files is not controlled or subject to automatic updates for users outside of URS.

J:\lobs\42908246\5 Works\4R\WI\Production Bore

IRON ORE HOLDINGS







This drawing is subject to COPYRIGHT.

Whilst every care is taken by URS to ensure the accuracy of the digital data, URS makes no representation or warranties about its accuracy, reliability, completeness, suitability for any particular purpose and disclaims all responsibility and liability (including without limitation, liability in negligence) for any expenses, losses, damages (including indirect or consequential damage) and costs which may be incurred as a result of data being inaccurate in any way for any reason. Electronic files are provided for information only. The data in these files is not controlled or subject to automatic updates for users outside of URS.

J:\lobs\42908246\615 Works\4R\WI\Production Bore

IRON ORE HOLDINGS LTD









BORE COMPLETION REPORT Page 1 / 4 **PB02** Grid System **Drilling Contractor: Connector Drilling** IR T65 Drilling Rig: Coordinates: 737704 7484194 Drilling Method: Air Hammer mΝ Geophysical Company: 0 - 43 mbgl **Ground Elevation:** 430 mm Hole Diameter: Logged By: 368 mm 43 - 170 mbgl F.Carosone Start Date: 13.12.2011 Compl. Date: 29.01.2012 Purpose of Bore: Total Depth: **Production Bore** 144 mbgl Static Water Level: Casing - Blank: 0 - 58.5 mbgl Water Level Date: Casing - Slotted: 58.5 - 170 mbgl RESISTIVITY STRATIGRAPHY GRAPHIC LOG DEPTH (mbgl) (OHM-Metres) GAMMA LOG **CALIPER BORE CONSTRUCTION** LITHOLOGY SHORT (16") - - -(cps) (mm) LONG (64") 0 200 0 10 0 300 Red-brown, light brown, clayey. Light brown, with green shale bands. Grey, white and dark grey chips. Some yellow clay. Cavities were encountered at 18-20 m. 30 Red and yellow, clayey. - 50

This drawing is subject to COPYRIGHT.

Whilst every care is taken by URS to ensure the accuracy of the digital data, URS makes no representation or warranties about its accuracy, reliability, completeness, suitability for any particular purpose and disclaims all responsibility and liability (including without limitation, liability in negligence) for any expenses, losses, damages (including indirect or consequential damage) and costs which may be incurred as a result of data being inaccurate in any way for any reason. Electronic files are provided for information only. The data in these files is not controlled or subject to automatic updates for users outside of URS.

J:\lobs\42908246\615 Works\4R\WI\Production Bore

IRON ORE HOLDINGS LTD





BORE COMPLETION REPORT Page 2 / 4 **PB02** Grid System **Drilling Contractor: Connector Drilling** IR T65 Drilling Rig: Coordinates: 737704 7484194 Drilling Method: Air Hammer mΝ Geophysical Company: **Ground Elevation:** 430 mm Hole Diameter: 0 - 43 mbgl 43 - 170 mbgl Logged By: 368 mm F.Carosone Start Date: 13.12.2011 Compl. Date: 29.01.2012 Purpose of Bore: 144 mbgl **Production Bore** Total Depth: Static Water Level: Casing - Blank: 0 - 58.5 mbgl Water Level Date: Casing - Slotted: 58.5 - 170 mbgl RESISTIVITY STRATIGRAPHY GRAPHIC LOG DEPTH (mbgl) (OHM-Metres) CALIPER GAMMA LOG **BORE CONSTRUCTION** LITHOLOGY SHORT (16") - - -(cps) (mm) LONG (64") 0 200 0 10 0 300 Red and yellow, clayey, with progressively increasing white shale 80 냶 Grey-black, with minor microbanding. Some chert chips throughout. At 153-160 m yellow orange chips, at 164-168 m some yellow orange chips. - 90

This drawing is subject to COPYRIGHT.

Whilst every care is taken by URS to ensure the accuracy of the digital data, URS makes no representation or warranties about its accuracy, reliability, completeness, suitability for any particular purpose and disclaims all responsibility and liability (including without limitation, liability in negligence) for any expenses, losses, damages (including indirect or consequential damage) and costs which may be incurred as a result of data being inaccurate in any way for any reason. Electronic files are provided for information only. The data in these files is not controlled or subject to automatic updates for users outside of URS.

J:\lobs\42908246\615 Works\4R\WI\Production Bore

IRON ORE HOLDINGS LTD





BORE COMPLETION REPORT Page 3 / 4 **PB02** Grid System **Drilling Contractor: Connector Drilling** IR T65 Drilling Rig: Coordinates: 737704 Air Hammer 7484194 Drilling Method: mΝ Geophysical Company: Ground Elevation: Hole Diameter: 430 mm 0 - 43 mbgl 368 mm 43 - 170 mbgl Logged By: F.Carosone Start Date: 13.12.2011 Compl. Date: 29.01.2012 Purpose of Bore: Production Bore Total Depth: 144 mbgl Static Water Level: Casing - Blank: 0 - 58.5 mbgl Water Level Date: Casing - Slotted: 58.5 - 170 mbgl RESISTIVITY STRATIGRAPHY GRAPHIC LOG DEPTH (mbgl) (OHM-Metres) GAMMA LOG **CALIPER** LITHOLOGY **BORE CONSTRUCTION** SHORT (16") - - -(cps) (mm) LONG (64") 0 200 0 10 0 300 15b

This drawing is subject to COPYRIGHT.

Whilst every care is taken by URS to ensure the accuracy of the digital data, URS makes no representation or warranties about its accuracy, reliability, completeness, suitability for any particular purpose and disclaims all responsibility and liability (including without limitation, liability in negligence) for any expenses, losses, damages (including indirect or consequential damage) and costs which may be incurred as a result of data being inaccurate in any way for any reason. Electronic files are provided for information only. The data in these files is not controlled or subject to automatic updates for users outside of URS.

J:\Jobs\U2908246\U2015 Works\U2018(WIV)Production Bore

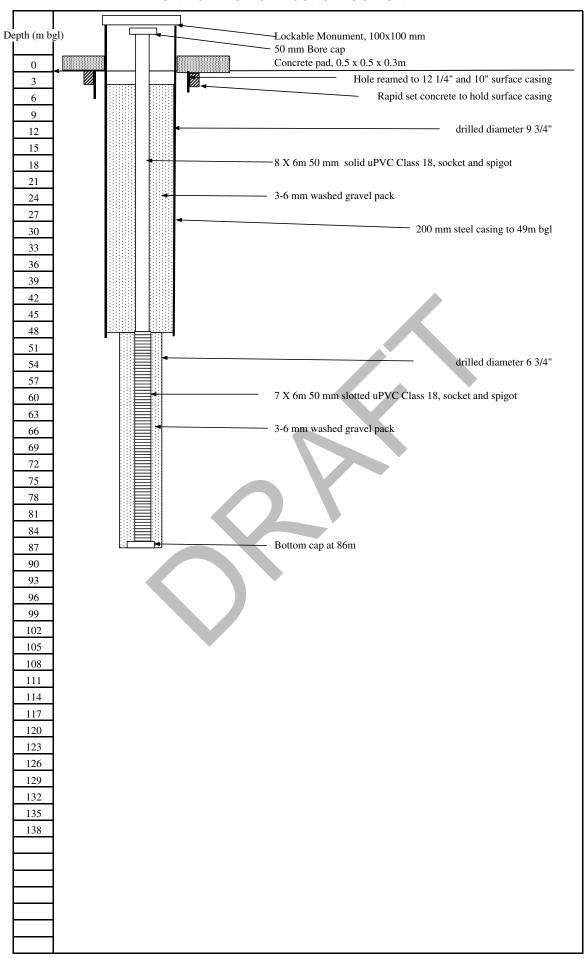
IRON ORE HOLDINGS

LTD

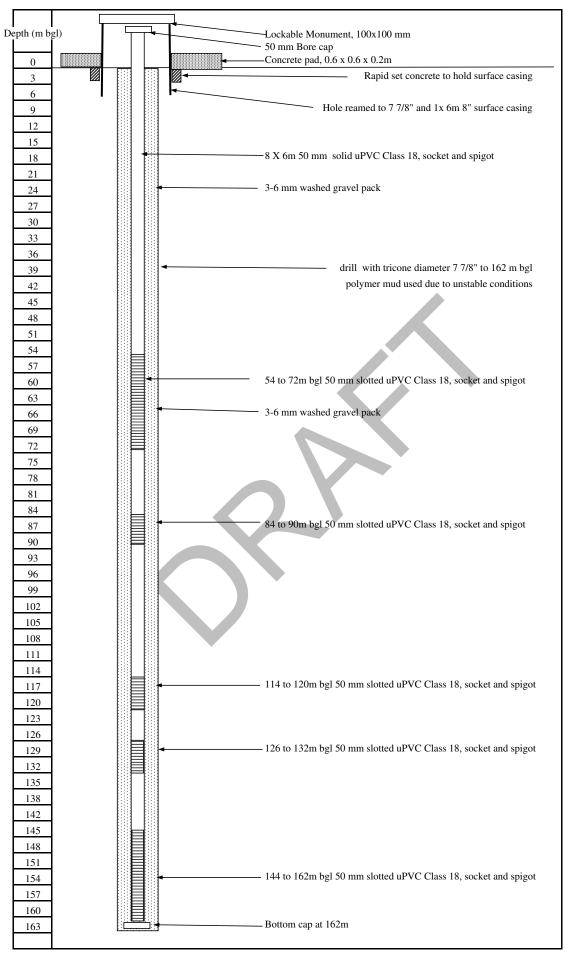




MBA MONITORING BORE CONSTRUCTION

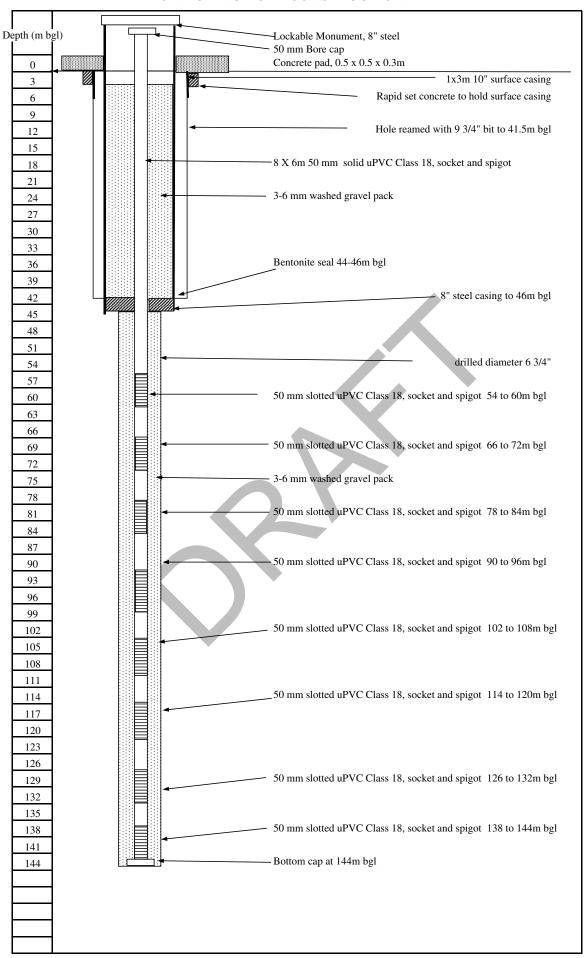


MBCa MONITORING BORE CONSTRUCTION



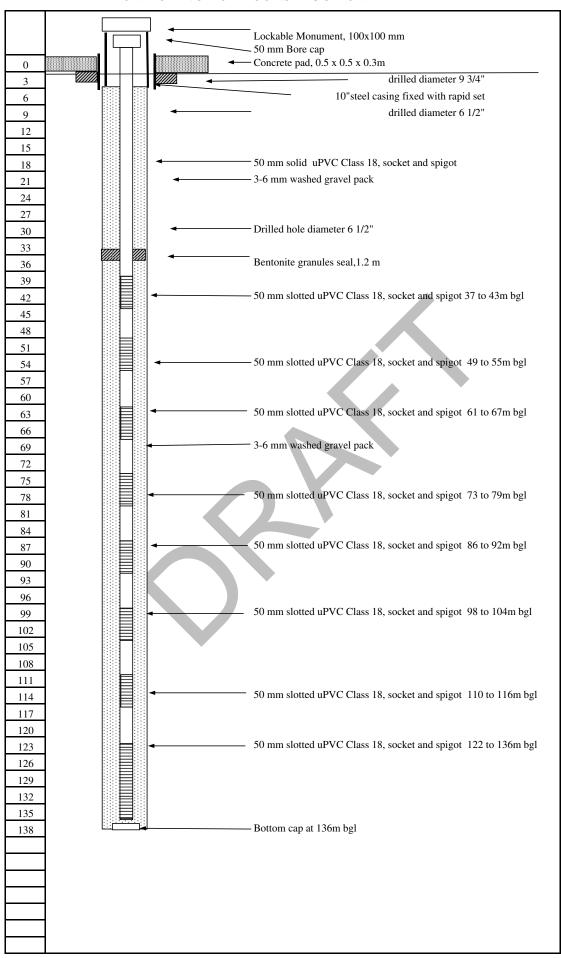
Prepared	By:
Checked	Bv:

MBD MONITORING BORE CONSTRUCTION

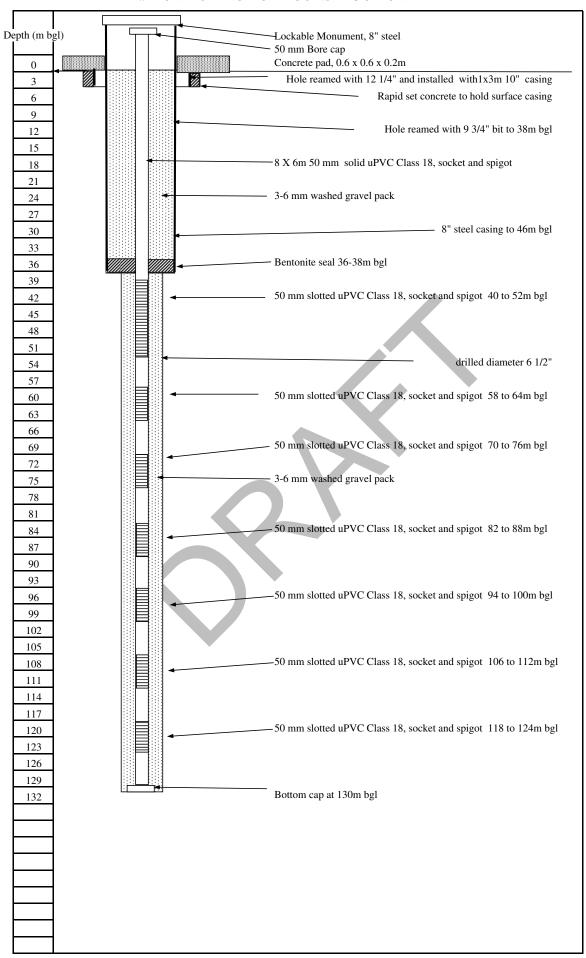


Prepared By:..... Checked By:....

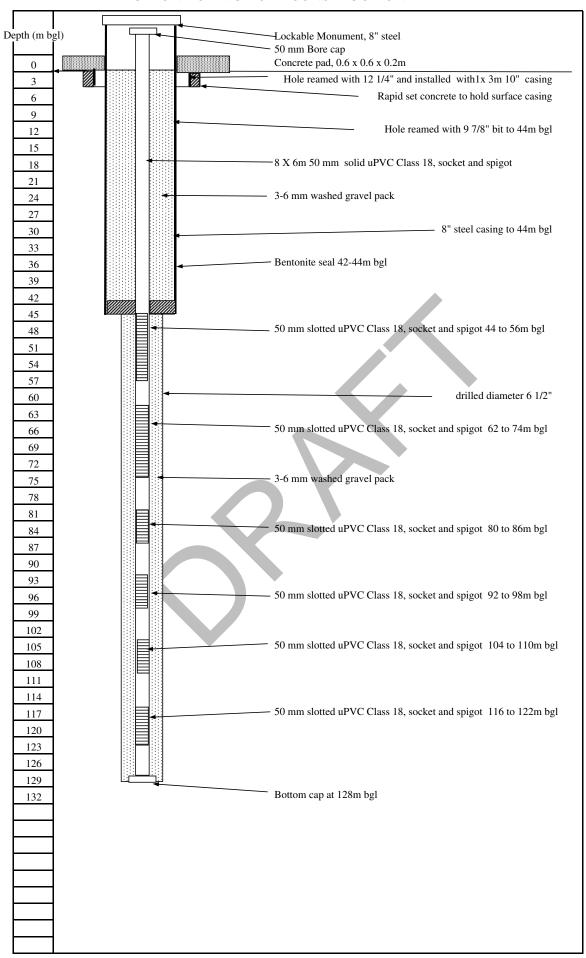
MBE MONITORING BORE CONSTRUCTION



MBFa MONITORING BORE CONSTRUCTION

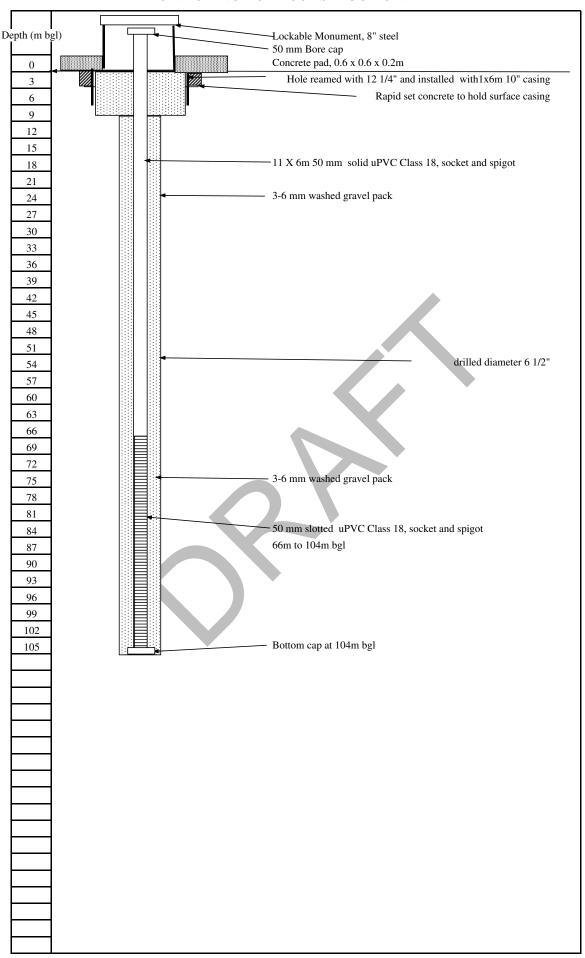


MBG MONITORING BORE CONSTRUCTION



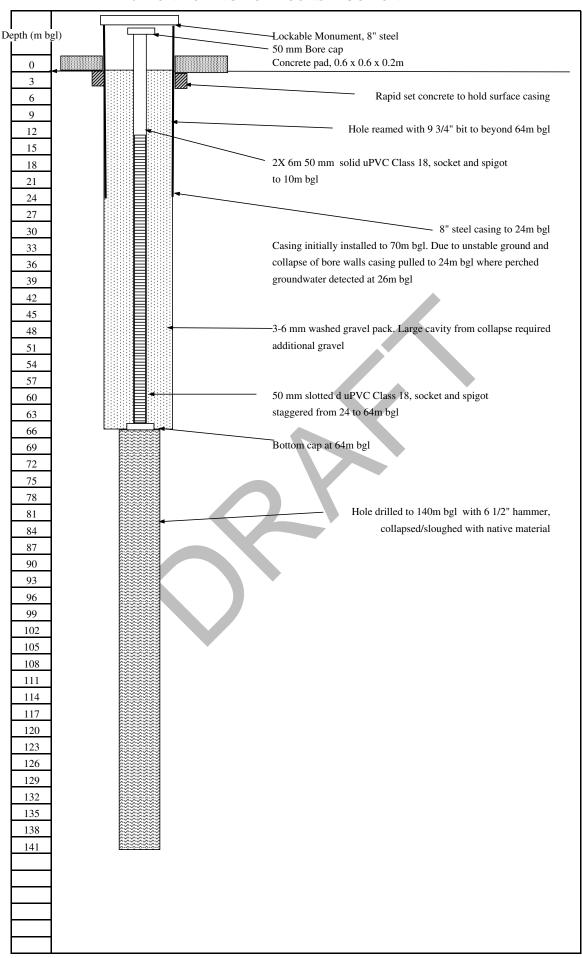
Prepared By:..... Checked By:....

MBH MONITORING BORE CONSTRUCTION



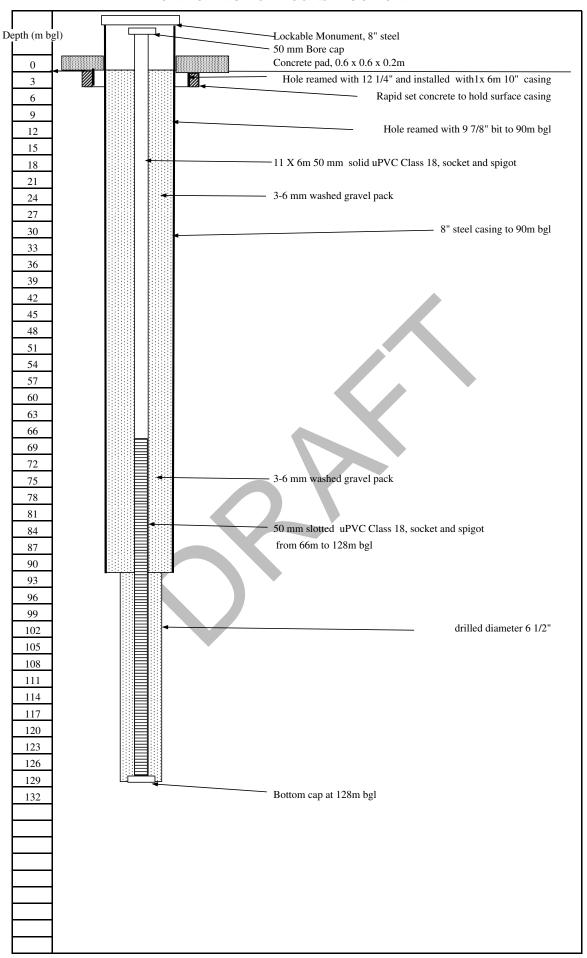
Prepared By	/:
Checked By	/:

MBJ MONITORING BORE CONSTRUCTION



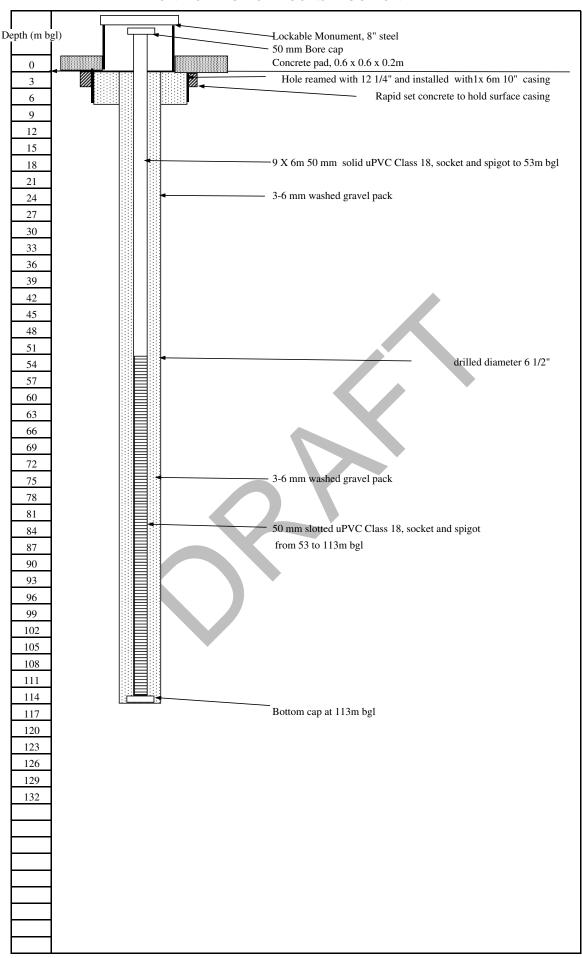
Prepared By:.....

MBK MONITORING BORE CONSTRUCTION



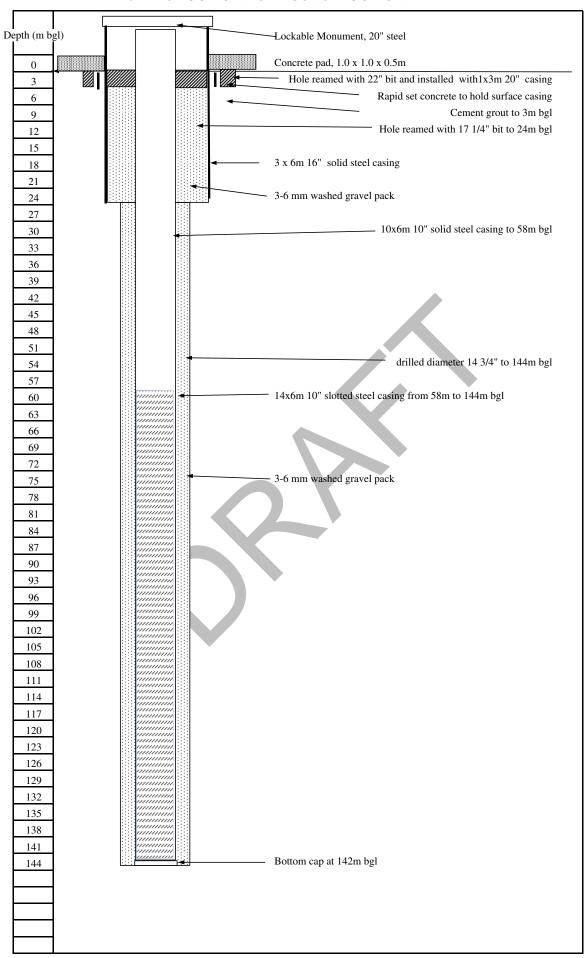
Prepared By:..... Checked By:....

MBL MONITORING BORE CONSTRUCTION

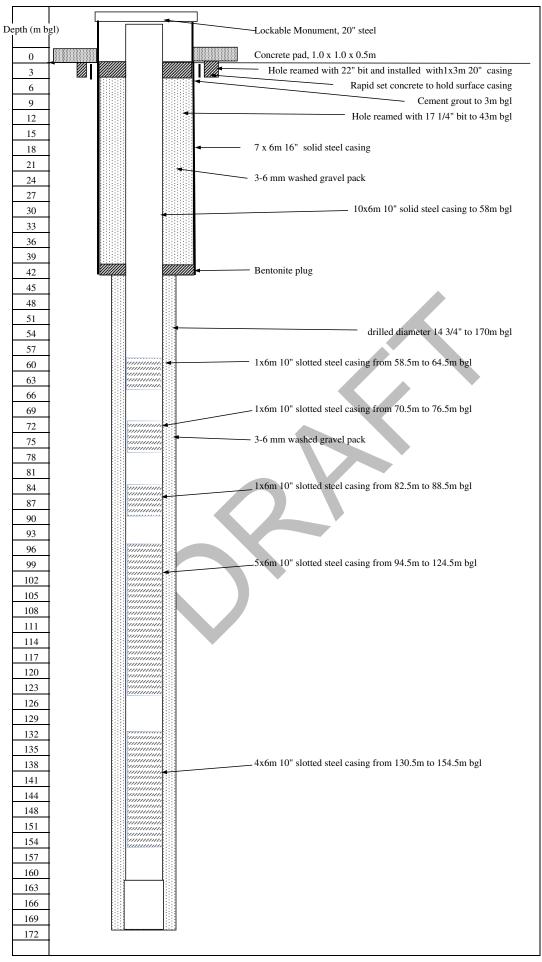


Prepared By:..... Checked By:....

PB01 PRODUCTION BORE CONSTRUCTION

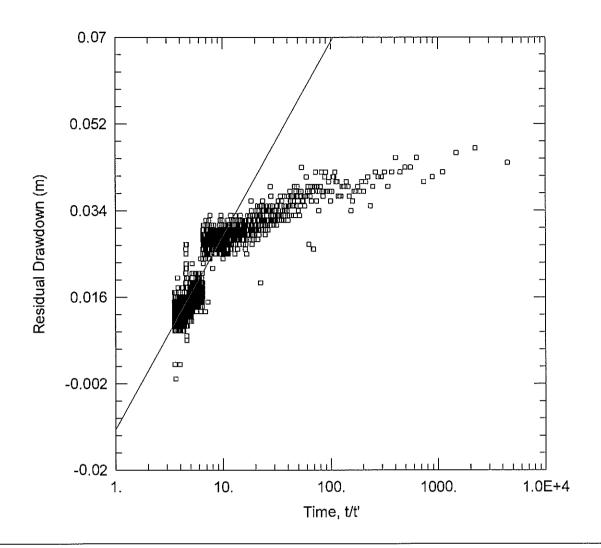


PB02 PRODUCTION BORE CONSTRUCTION



Prepared By:.....

APPENDIX B Airlift Permeability Test Data



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBA_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:09:37

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B

Location: Iron Valley Test Well: MBA Test Date: 16/06/2015

AQUIFER DATA

Anisotropy Ratio (Kz/Kr): 1. Saturated Thickness: 61. m

WELL DATA

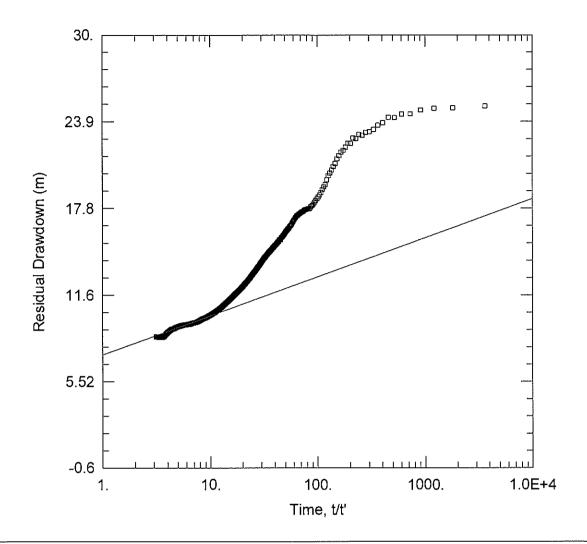
Pumping Wells			Observation Wells		
Weil Name	X (m)	Y (m)	Well Name	X (m)	Y (m)
MBA	0	0	□ MBA	0	0

SOLUTION

Aquifer Model: Confined

Solution Method: Theis (Recovery)

 $= 19.69 \text{ m}^2/\text{day}$ S/S' = 1.937



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBCa_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:10:00

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B

Location: <u>Iron Valley</u> Test Well: <u>MBCa</u>

AQUIFER DATA

Saturated Thickness: 125. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

 Pumping Wells
 Observation Wells

 Well Name
 X (m)
 Y (m)
 Well Name
 X (m)
 Y (m)

 MBCa
 0
 0
 □ MBCa
 0
 0

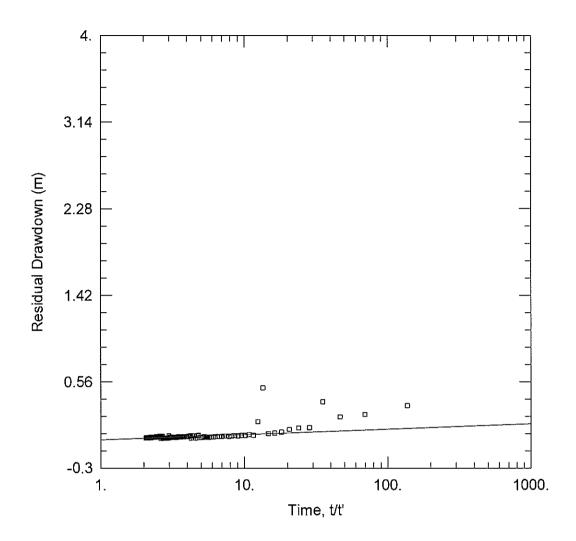
SOLUTION

Aquifer Model: Confined

Solution Method: Theis (Recovery)

 $T = 0.0574 \text{ m}^2/\text{day}$

S/S' = 0.002073



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBE_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:14:58

PROJECT INFORMATION

Company: AQ2
Client: BC Iron
Project: 013B
Location: Iron Valley

Test Well: MBE

Test Date: 18/06/2015

AQUIFER DATA

Saturated Thickness: 130. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

Pumpir	ig vveils		Observation Wells			
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)	
MBE	0	0	□ MBE	0	0	

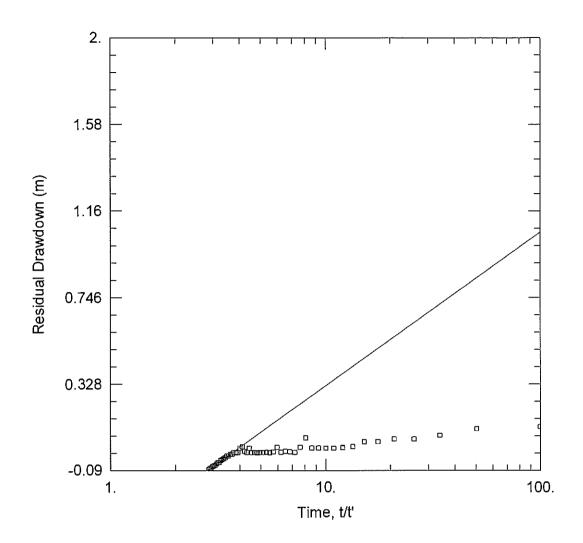
SOLUTION

Aquifer Model: Confined

 $T = 133.8 \,\text{m}^2/\text{day}$

Solution Method: Theis (Recovery)

S/S' = 2.212



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBFa_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:15:50

PROJECT INFORMATION

Company: AQ2
Client: BC Iron
Project: 013B
Location: Iron Valley
Test Well: MBFa

Test Date: 14/06/2015

AQUIFER DATA

Saturated Thickness: 115. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

 Pumping Wells
 Observation Wells

 Well Name
 X (m)
 Y (m)
 Well Name
 X (m)
 Y (m)

 MBFa
 0
 0

 □ MBFa
 0
 0

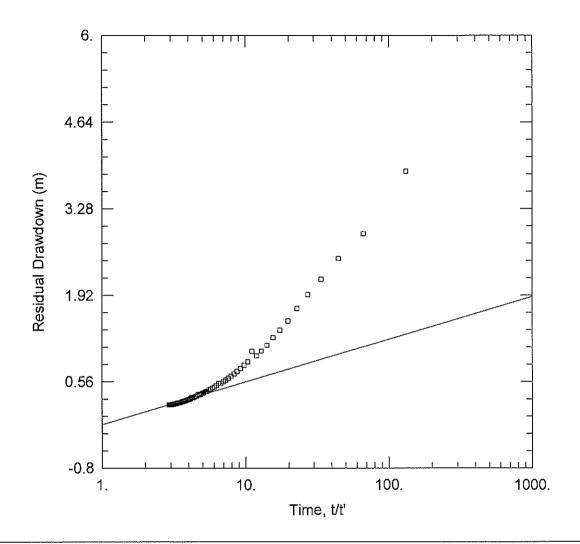
SOLUTION

Aquifer Model: Confined

 $T = 6.398 \text{ m}^2/\text{day}$

Solution Method: Theis (Recovery)

S/S' = 3.714



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBG_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:16:20

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B

Location: Iron Valley
Test Well: MBG
Test Date: 14/06/2015

AQUIFER DATA

Saturated Thickness: 125. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

 Pumping Wells
 Observation Wells

 Well Name
 X (m)
 Y (m)
 Well Name
 X (m)
 Y (m)

 MBG
 0
 0
 • MBG
 0
 0

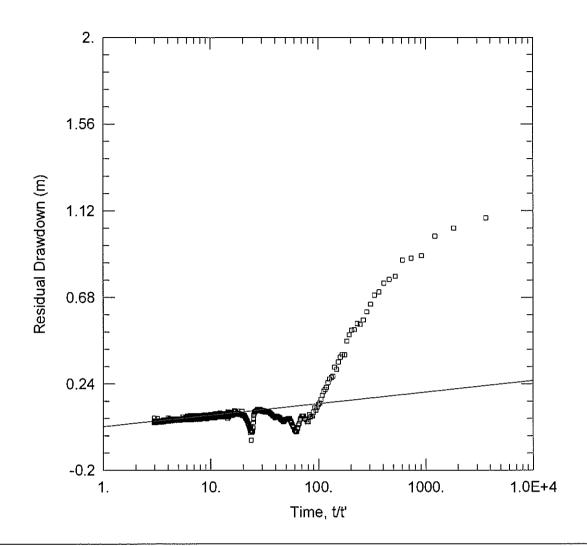
SOLUTION

Aquifer Model: Confined

 $T = 10.62 \text{ m}^2/\text{day}$

Solution Method: Theis (Recovery)

S/S' = 1.477



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBH_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:17:12

PROJECT INFORMATION

Company: AQ2
Client: BC Iron
Project: 013B
Location: Iron Valley

Test Well: MBH
Test Date: 16/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

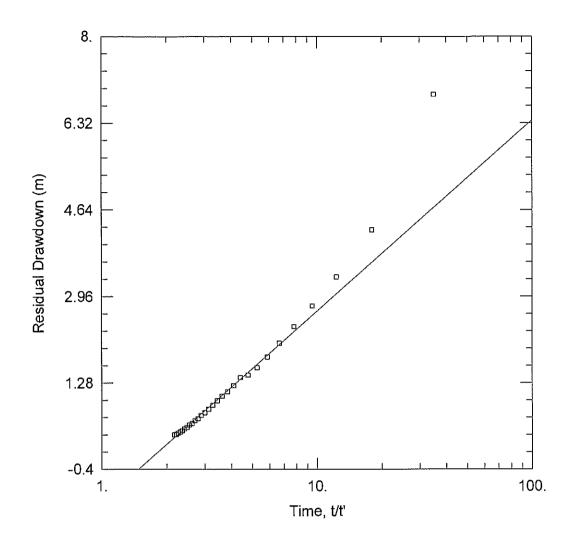
WELL DATA

Pumping Wells			Observation Wells			
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)	
MBH	0	0	□ MBH	0	0	

SOLUTION

Aquifer Model: Confined Solution Method: Theis (Recovery)

 $= 13.55 \,\mathrm{m}^2/\mathrm{day}$ S/S' = 0.4158



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBJ_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:18:18

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B Location: Iron Valley

Test Well: MBJ Test Date: 17/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

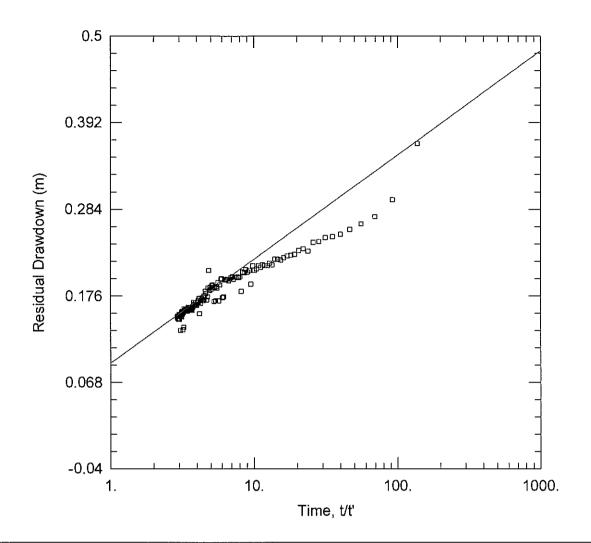
WELL DATA

Pumping Wells			Observation Wells		
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)
MBJ	0	0	∘ MBJ	0	0

SOLUTION

Aquifer Model: Confined Solution Method: Theis (Recovery)

 $= 0.1285 \,\mathrm{m}^2/\mathrm{day}$ S/S' = 1.893



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBK rec 14.07.15.aqt

Date: 01/06/16 Time: 16:18:54

PROJECT INFORMATION

Company: AQ2
Client: BC Iron
Project: 013B

Location: Iron Valley
Test Well: MBK

Test Date: 18/06/2015

AQUIFER DATA

Saturated Thickness: 115. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

Pumping Wells			Observation Wells		
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)
MBK	0	0	□ MBK	0	0

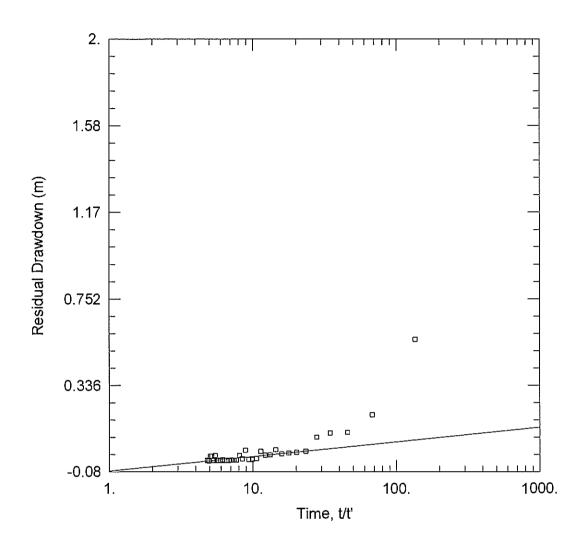
SOLUTION

Aquifer Model: Confined

 $\Gamma = 18.31 \,\text{m}^2/\text{day}$

Solution Method: Theis (Recovery)

S/S' = 0.1956



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBL_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:19:33

PROJECT INFORMATION

Company: AQ2
Client: BC Iron
Project: 013B

Location: <u>Iron Valley</u> Test Well: MBL

Test Date: 17/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

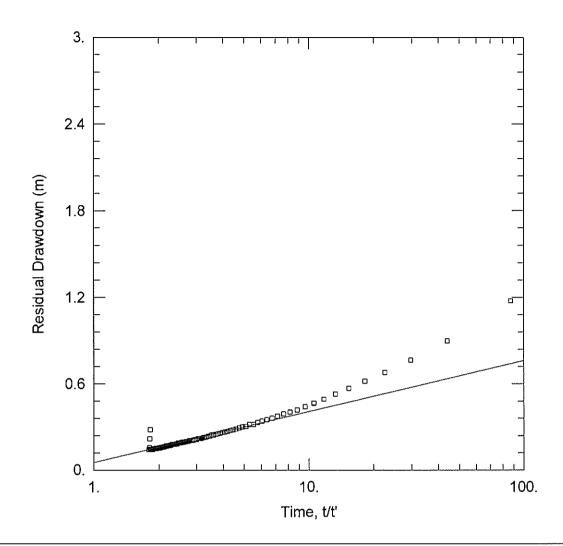
WELL DATA

rumping vvens			Observation wells			
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)	
MBL	0	0	□ MBL	0	0	

SOLUTION

Aquifer Model: Confined Solution Method: Theis (Recovery)

 $= 84.03 \text{ m}^2/\text{day}$ S/S' = 12.37



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBD_rec_13.07.15.aqt

Date: 01/06/16 Time: 16:14:05

PROJECT INFORMATION

Company: AQ2
Client: BC Iron
Project: 013B
Location: Iron Valley
Test Well: MBM

Test Date: 18/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

Pumping Wells			Observation Wells			
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)	
MBD	0	0	□ MBD	0	0	

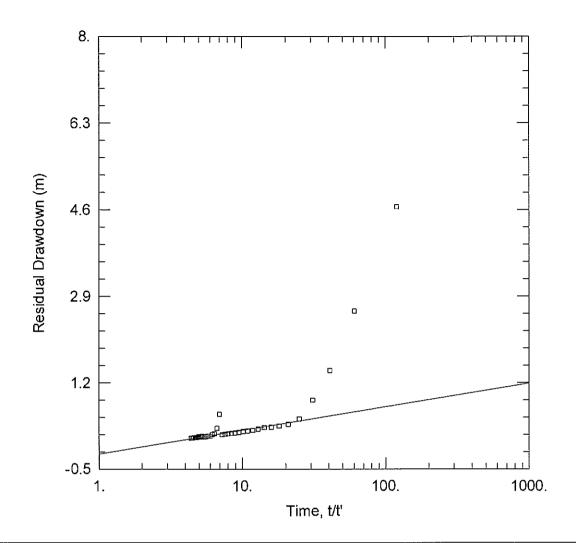
SOLUTION

Aquifer Model: Confined

 $T = 20.17 \text{ m}^2/\text{day}$

Solution Method: Theis (Recovery)

S/S' = 0.7062



Data Set: F:\013B\2 TECH\Aguifer testing\AQTESOLVE\Airlift Tests\MBN_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:21:58

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B Location: Iron Valley Test Well: MBN

Test Date: 17/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

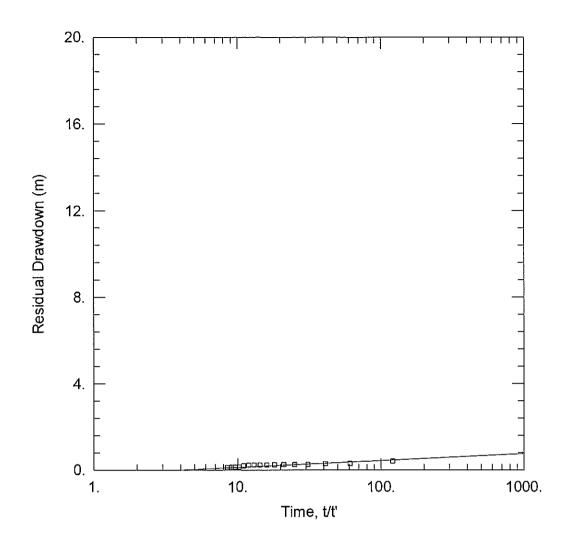
Pumpin	g Wells		Observation Wells		
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)
MBN	0	0	□ MBN	0	0

SOLUTION

Aquifer Model: Confined

Solution Method: Theis (Recovery)

 $= 6.485 \,\mathrm{m}^2/\mathrm{day}$ S/S' = 2.727



Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBO_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:22:23

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B

Location: <u>Iron Valley</u> Test Well: <u>MBO</u>

Test Date: 16/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

Pumping vveils			Observation wells			
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)	
MBO	0	0	□ MBO	0	0	

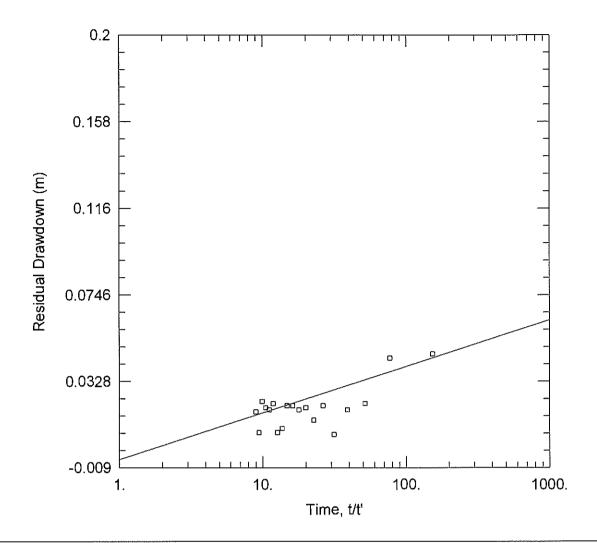
SOLUTION

Aquifer Model: Confined

 $T = 5.53 \,\text{m}^2/\text{day}$

Solution Method: Theis (Recovery)

S/S' = 4.077



WELL TEST ANALYSIS

Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBQ_rec_14.07.15.aqt

Time: 16:23:15 Date: 01/06/16

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B

Location: Iron Valley Test Well: MBQ Test Date: 15/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

Pumpin	g vvelis		Observation Wells				
Well Name	X (m)	Y (m)	Well Name	X (m)	Y (m)		
MBQ	0	0	□ MBQ	0	0		

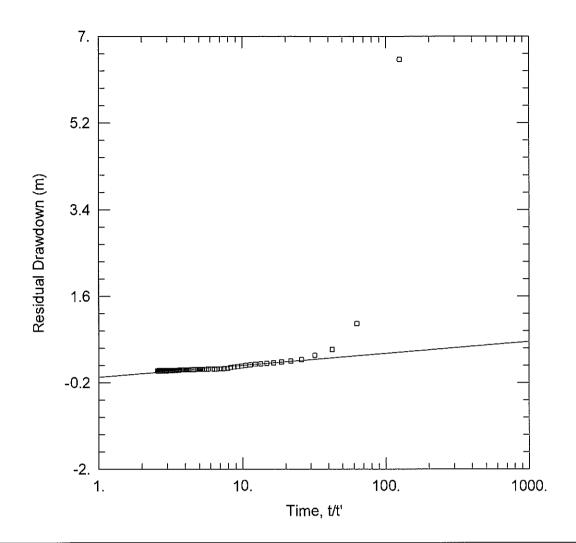
SOLUTION

Aquifer Model: Confined

 $= 14.09 \text{ m}^2/\text{day}$

Solution Method: Theis (Recovery)

S/S' = 1.672



WELL TEST ANALYSIS

Data Set: F:\013B\2 TECH\Aquifer testing\AQTESOLVE\Airlift Tests\MBR_rec_14.07.15.aqt

Date: 01/06/16 Time: 16:23:32

PROJECT INFORMATION

Company: AQ2 Client: BC Iron Project: 013B Location: Iron Valley Test Well: MBR

Test Date: 15/06/2015

AQUIFER DATA

Saturated Thickness: 150. m Anisotropy Ratio (Kz/Kr): 1.

WELL DATA

Pumping Wells **Observation Wells** Well Name Well Name X (m) Y (m) X (m) Y (m) □ MBR MBR 0

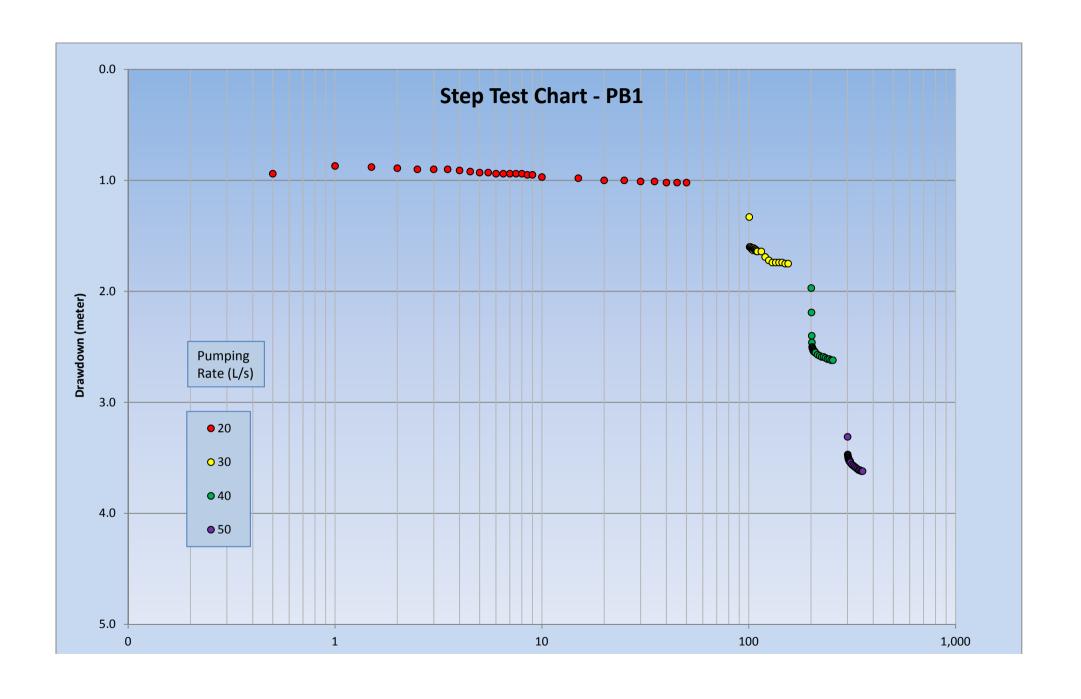
SOLUTION

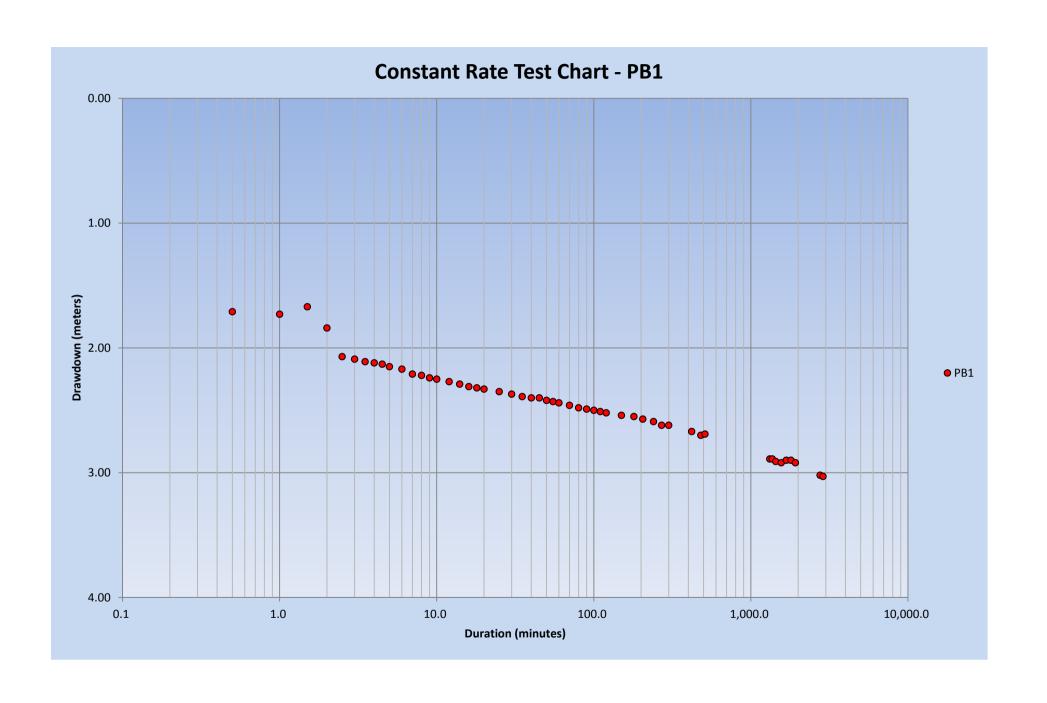
Aquifer Model: Confined

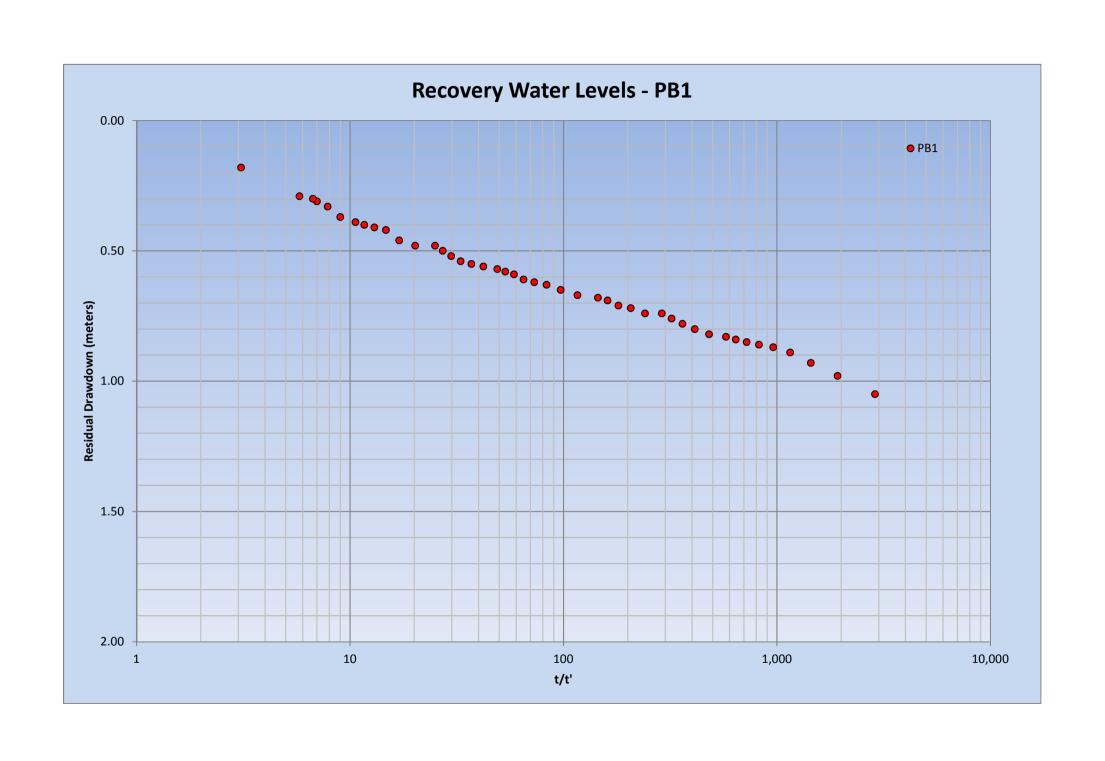
Solution Method: Theis (Recovery)

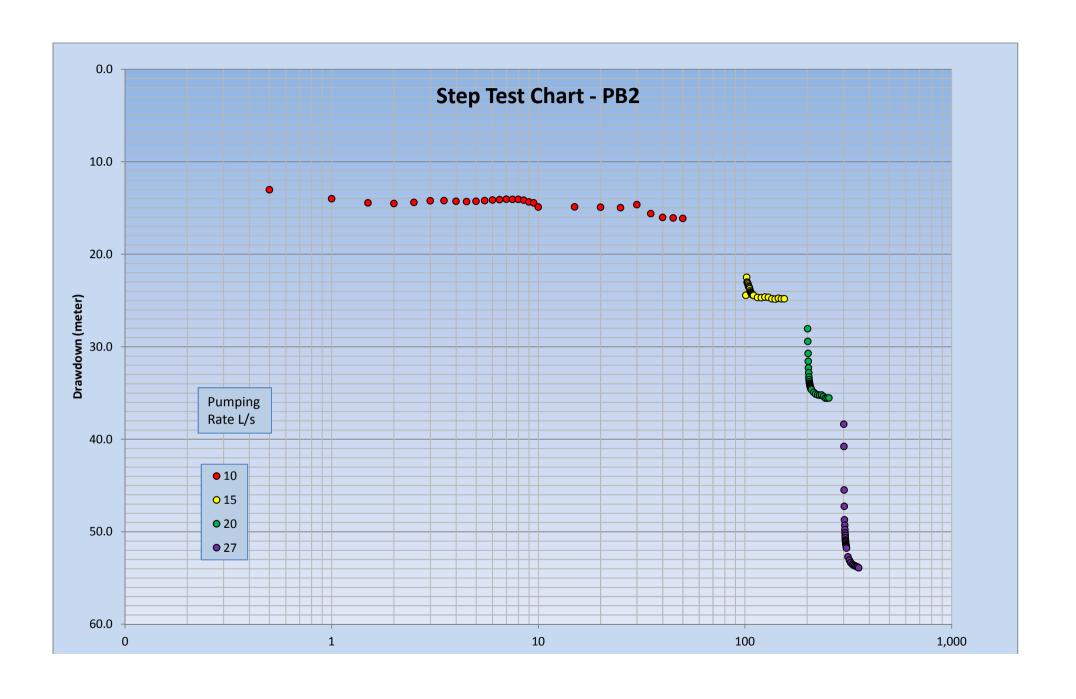
 $= 5.115 \text{ m}^2/\text{day}$ S/S' = 2.262

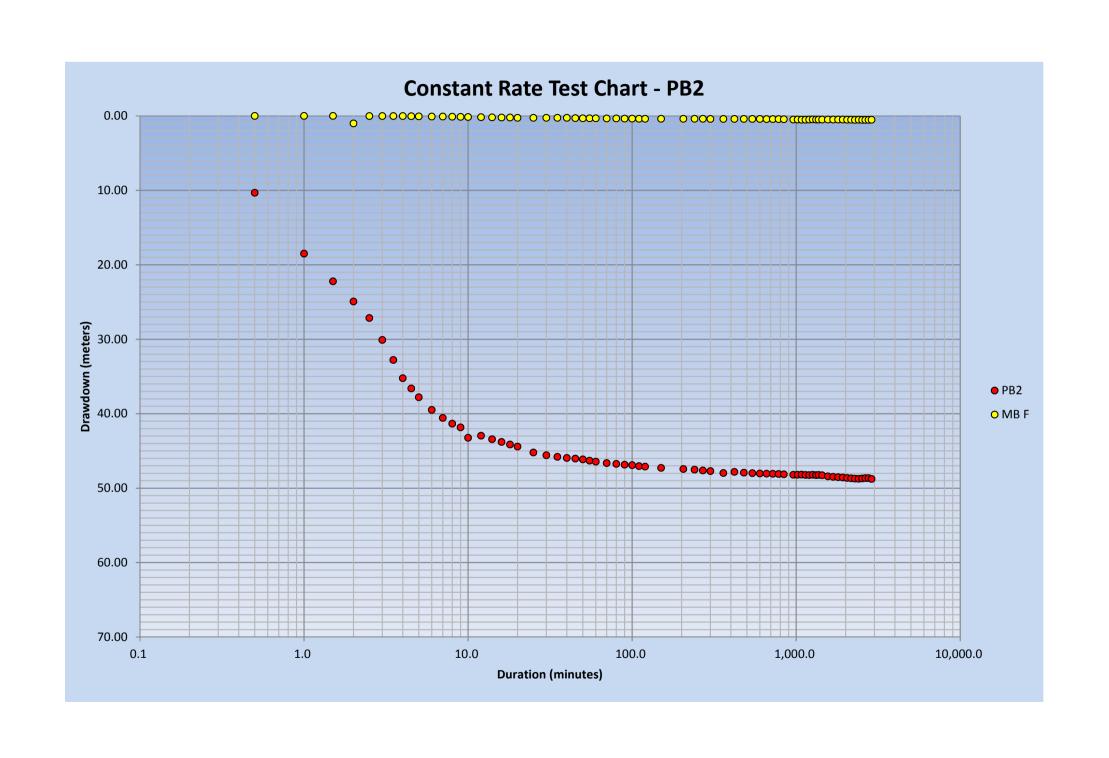
APPENDIX C Aquifer Test Data

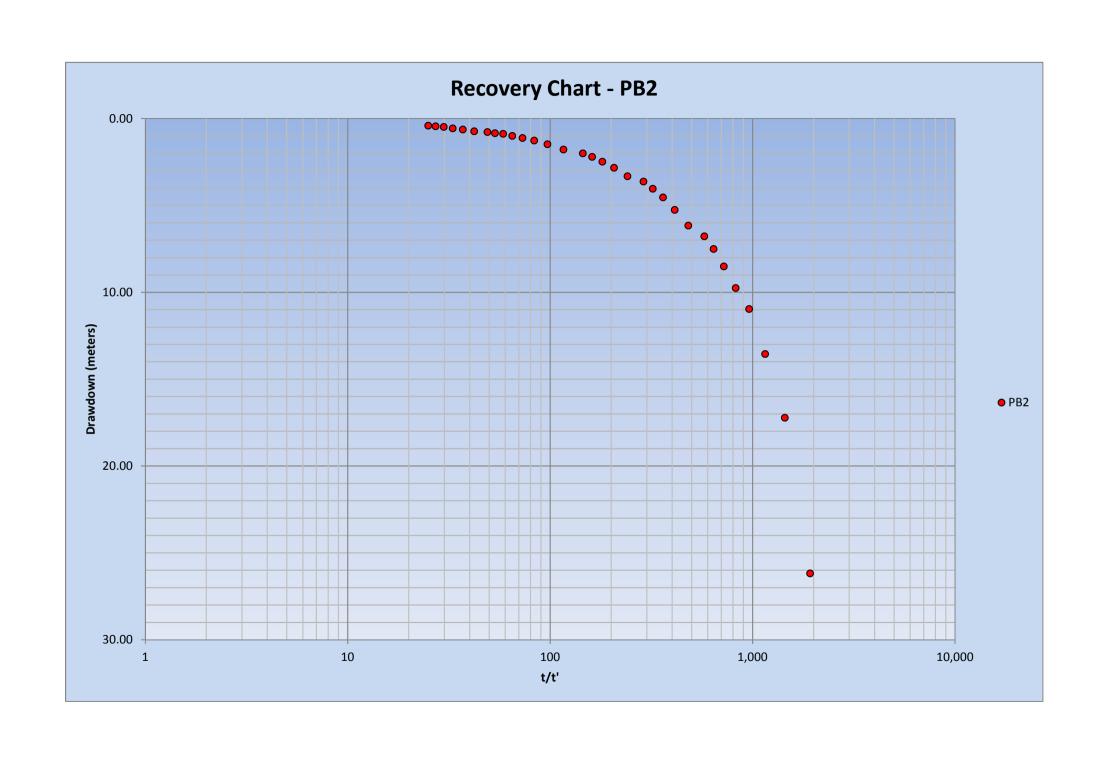












APPENDIX D

Water Quality







CLIENT DETAILS	LABOR
Owiniti Ownitho	Art the fa

Contact Jane Puthiaparampil

Client AQ2 PO BOX 976 Address

SOUTH PERTH WA 6951

RATORY DETAILS

Manager Laboratory

Address

SGS Perth Environmental

28 Reid Rd

Ros Ma

Perth Airport WA 6105

61 8 93238821 Telephone (Not specified)

Facsimile Jane.P@aq2.com.au Email

Iron Valley 013B Project (Not specified) Order Number

Samples

25 Jun 2015 Date Started

Telephone

Facsimile

Email

(08) 9373 3500

(08) 9373 3556

au.environmental.perth@sgs.com

SGS Reference Report Number

Date Reported Date Received PE099816 R0 0000109783 01 Jul 2015

23 Jun 2015

COMMENTS

Accredited for compliance with ISO/IEC 17025. NATA accredited laboratory 2562(898/20210).

Metals: The over range results on ICPMS Method AN318 were reported using ICPOES method AN320.

SIGNATORIES

Hue Thanh Ly Metals Team Leader

Mary Ann Ola-A Inorganics Team Leader

Maryla-a

Michael McKay

Inorganics and ARD Supervisor

Ohmar David Metals Chemist Ros Ma

Laboratory Manager

Rospla



PE099816 R0

	· · · · · · · · · · · · · · · · · · ·	Sample Number Sample Matrix Sample Date Sample Name	PE099816.001 Water 16/6/15 14:02 MBA	PE099816.002 Water 15/6/15 16:20 MBCa	PE099816.003 Water 16/6/15 7:50 MBD	PE099816.004 Water 18/6/15 10:10 MBE
Parameter	Units	LOR				1
pH in water Method: AN101 Tested: 23/6/2015						
pH*	pH Units	- 1	B.4	8.5	8.3	8.3
Conductivity and TDS by Calculation - Water Method:	: AN106 Tested:	23/6/2015				
Conductivity @ 25 C	μS/cm	2	730	830	890	800
Total Dissolved Solids (TDS) in water Method: AN113	Tested: 30/6/201	5				-
Total Dissolved Solids Dried at 175-185°C	mg/L	10	420	490	500	460
Alkalinity Method: ME-AU-ENVAN135 Tested: 23/6/	2015					
Total Alkalinity as CaCO3	mg/L	5	230	270	300	260
Carbonate Alkalinity as CO3	mg/L	1	5	8	<1	<1
Bicarbonate Alkalinity as HCO3	mg/L	5	270	310	360	320
Chloride by Discrete Analyser in Water Method: AN2	74 Tested: 25/6/2	015				
Chloride, Cl	mg/L	1	82	90	95	88
Sulphate in water Method: AN275 Tested: 25/6/201	5		gan kakan (
Sulphate, SO4	mg/L	1	43	55	58	49
Metals in Water (Dissolved) by ICPOES Method: AN3	320/AN321 Tested	d: 25/6/2015				
Calcium, Ca	mg/L	0.2	42	44	48	43
Magnesium, Mg	mg/L	0.1	38	44	48	43
Potassium, K	mg/L	0.1	7.5	9.6	8.9	8.4

Page 2 of 13 01-July-2015



PE099816 R0

		ample Number Sample Matrix Sample Date Sample Name	PE099816.001 Water 16/6/15 14:02 MBA	PE099816.002 Water 15/6/15 16:20 MBCa	PE099816.003 Water 16/6/15 7:50 MBD	PE099816.004 Water 18/6/15 10:10 MBE
Parameter	Units	LOR				
Trace Metals (Total) in Water by ICPMS Method: AN022/AN318	Tested:	25/6/2015				
Total Iron	μg/L	5	<5	74	13	<5
Trace Metals (Dissolved) in Water by ICPMS Method: AN318	Tested: 25					
Aluminium, Al	µg/L	5	<5	24	<5	<5
Arsenic, As	µg/L	1	<1	1	<1	<1
Cadmium, Cd	µg/L	0.1	<0.1	<0.1	<0.1	<0.1
Chromium, Cr	µg/L	1	<1	<1	<1	<1
Copper, Cu	µg/L	1	<1	<1	<1	<1
ead, Pb	μg/L	1	<1	<1	<1	<1
Manganese, Mn	μg/L	1	1	9	36	<1
Nickel, Ni	µg/L	1	<1	1	<1	<1
Selenium, Se	μg/L	1	<1	<1	<1	<1
Zinc, Zn	µg/L	5	<5	16	<5	<5
Mercury (dissolved) in Water Method: AN311/AN312 Tested:	29/6/2015					
		0.00005	<0.00005	<0.00005	<0.00005	<0.00005

Page 3 of 13 01-July-2015



PE099816 R0

	Si	iple Number Imple Matrix Sample Date Imple Name	PE099816.005 Water 14/6/15 12:55 MBF	PE099816.006 Water 14/6/15 15:20 MBG	PE099816.007 Water 16/6/15 10:35 MBH	PE099816.008 Water 17/6/15 10:25 MBJ
Parameter	Units	LOR				
pH in water Method: AN101 Tested: 23/6/2015						
pH**	pH Units	-	B.3	8.4	8.4	8.2
Conductivity and TDS by Calculation - Water Method: A	N106 Tested: 23/	6/2015				
Conductivity @ 25 C	μS/cm	2	840	900	820	340
Total Dissolved Solids (TDS) in water Method: AN113	Tested: 30/6/2015	10				••••
Total Dissolved Solids Dried at 175-185°C	mg/L	10	470	500	450	290
Alkalinity Method: ME-AU-ENVAN135 Tested: 23/6/20	115					
Total Alkalinity as CaCO3	mg/L	5	280	290	270	120
Carbonate Alkalinity as CO3	mg/L	1	2	6	8	<1
Bicarbonate Alkalinity as HCO3	mg/L	5	340	350	310	150
Chloride by Discrete Analyser in Water Method: AN274	Tested: 25/6/2015	5				
Chloride, Cl	mg/L	1	89	100	89	24
Sulphate in water Method: AN275 Tested: 25/6/2015						
Sulphate, SO4	mg/L	1	52	59	52	10
Metals in Water (Dissolved) by ICPOES Method: AN32	0/AN321 Tested: 2	25/6/2015				
Calcium, Ca	mg/L	0.2	45	50	45	19
Magnesium, Mg	mg/L	0.1	45	50	45	15
Potassium, K	mg/L	0.1	8.7	9.5	9.4	8.0
rotassium, K						

Page 4 of 13 01-July-2015



PE099816 R0

	S	nple Number ample Matrix Sample Date Sample Name	PE099816.005 Water 14/6/15 12:55 MBF	PE099816.006 Water 14/6/15 15:20 MBG	PE099816.007 Water 16/6/15 10:35 MBH	PE099816.00 Water 17/6/15 10:25 MBJ
Parameter	Units	LOR				
Trace Metals (Total) in Water by ICPMS Method: AN022/AN318	Tested: 2	5/6/2015				
Total Iron	μg/L	5	8	6	400	20
Trace Metals (Dissolved) in Water by ICPMS Method: AN318	Tested: 25/					
Aluminium, Al	μg/L	5	<5	<5	34	10
Arsenic, As	µg/L	1	<1	1	<1	<1
Cadmium, Cd	μg/L	0.1	<0.1	<0.1	<0.1	<0.1
Chromium, Cr	μg/L	1	<1	<1	<1	<1
Copper, Cu	μg/L	1	<1	<1	1	<1
Lead, Pb	μg/L	1	<1	<1	<1	<1
Manganese, Mn	μg/L	1	8	41	1	31
Nickel, Ni	μg/L	11	<1	<1	<1	<1
Selenium, Se	μg/L	1	<1	<1	<1	<1
Zinc, Zn	μg/L	5	<5	<5	26	<5
Mercury (dissolved) in Water Method: AN311/AN312 Tested	29/6/2015					
Mercury	mg/L	0.00005	<0.00005	<0.00005	<0.00005	<0.00005

Page 5 of 13 01-July-2015

PE099816 R0

	Sa S	iple Number imple Matrix Sample Date ample Name	PE099816.009 Water 18/6/15 15:55 MBK	PE099816.010 Water 17/6/15 13:20 MBL	PE099816.011 Water 17/6/15 8:12 MBN	PE099816.012 Water 16/6/15 16:40 MBO
Parameter	Units	LOR				
pH in water Method: AN101 Tested: 23/6/2015						
pH**	pH Units	-]	8.3	8.3	8.4	8.4
Conductivity and TDS by Calculation - Water Method: AN	106 Tested: 23/6	6/2015				
Conductivity @ 25 C	μS/cm	2	1000	860	910	880
	ested: 30/6/2015			ontinum procession and the second		
Total Dissolved Solids Dried at 175-185°C	mg/L	10	590	500	540	520
Alkalinity Method: ME-AU-ENVAN135 Tested: 23/6/2015						
Total Alkalinity as CaCO3	mg/L	5	310	290	270	290
Carbonate Alkalinity as CO3	mg/L	1	<1	<1	3	6
Bicarbonate Alkalinity as HCO3	mg/L	5	380	350	320	340
Chloride by Discrete Analyser in Water Method: AN274	Tested: 25/6/2015					
		The state of the s			110	
Chloride, Cl	mg/L	1	130	91	110	95
	mg/L	1	130	81	110	95
Chloride, Cl Sulphate in water Method: AN275 Tested: 25/6/2015 Sulphate, SO4	mg/L	1	130	52	65	95 57
Sulphate in water Method: AN275 Tested: 25/6/2015	mg/L	1				
Sulphate in water Method: AN275 Tested: 25/6/2015 Sulphate, SO4 Metals in Water (Dissolved) by ICPOES Method: AN320/A	mg/L	1				
Sulphate in water Method: AN275 Tested: 25/6/2015 Sulphate, SO4	mg/L N321 Tested: 2	1 25/6/2015	85	52	65	57
Sulphate in water Method: AN275 Tested: 25/6/2015 Sulphate, SO4 Metals in Water (Dissolved) by ICPOES Method: AN320/A Calcium, Ca	mg/L N321 Tested: 2	1 25/6/2015	65	52 48	65	57

Page 6 of 13 01-July-2015



PE099816 R0

		ample Number Sample Matrix Sample Date Sample Name	PE099816.009 Water 18/6/15 15:55 MBK	PE099816.010 Water 17/6/15 13:20 MBL	PE099816.011 Water 17/6/15 8:12 MBN	PE099816.012 Water 16/6/15 16:40 MBO
Parameter	Units	LOR				
Trace Metals (Total) in Water by ICPMS Method: AN022/AN318	Tested:	25/6/2015				
Total Iron	μg/L	5	34	<5	<5	<5
Trace Metals (Dissolved) in Water by ICPMS Method: AN318	Tested: 25	5/6/2015				
Aluminium, Al	μg/L	5	<5	<5	<5	5
Arsenic, As	μg/L	1	<1	8	<1	<1
Cadmium, Cd	μg/L	0.1	<0.1	<0.1	<0.1	<0.1
Chromium, Cr	µg/L	1	<1	<1	<1	<1
Copper, Cu	µg/L	1	<1	<1	<1	<1
Lead, Pb	μg/L	1	<1	<1	<1	<1
Manganese, Mn	μg/L	1	52	60	2	41
Nickel, Ni	μg/L	1	<1	<1	<1	<1
Selenium, Se	μg/L	1	<1	<1	<1	<1
Zinc, Zn	µg/L	5	<5	<5	<5	<5
Mercury (dissolved) in Water Method: AN311/AN312 Tested	: 29/6/2015					
Mercury	mg/L	0.00005	<0.00005	<0.00005	<0.00005	<0.00005

Page 7 of 13 01-July-2015



PE099816 R0

	Si	iple Number imple Matrix Sample Date ample Name	PE099816.013 Water 15/6/15 7:35 MBP	PE099816.014 Water 15/6/15 12:00 MBQ	PE099816.015 Water 15/6/15 14:15 MBR	PE099816.016 Water 15/6/15 6:45 PB1 CRT
Parameter	Units	LOR				
pH in water Method: AN101 Tested: 23/6/2015						
pH**	pH Units	-	8,4	8.6	8.5	8.3
Conductivity and TDS by Calculation - Water Method: A	AN106 Tested: 23/	6/2015				
Conductivity @ 25 C	μS/cm	2	800	750	820	830
Total Dissolved Solids (TDS) in water Method: AN113	Tested: 30/6/2015		an and a second		mussamusum manasias ana ana ana	
Total Dissolved Solids Dried at 175-185°C	mg/L	10	470	460	490	480
Alkalinity Method: ME-AU-ENVAN135 Tested: 23/6/20	15					
Total Alkalinity as CaCO3	mg/L	5	260	250	280	270
Carbonate Alkalinity as CO3	mg/L	1	4	15	10	<1
Bicarbonate Alkalinity as HCO3	mg/L	5	310	270	320	330
Chloride by Discrete Analyser in Water Method: AN274	Tested: 25/6/2015					
Chloride, Cl	mg/L	1	84	76	85	87
Sulphate in water Method: AN275 Tested: 25/6/2015						
Sulphate, SO4	mg/L	1	50	47	52	51
Metals in Water (Dissolved) by ICPOES Method: AN32	0/AN321 Tested: 2	5/6/2015				
Calcium, Ca	mg/L	0.2	43	38	45	44
Magnesium, Mg	mg/L	0.1	42	39	45	44
		0.1	8.5	9.0	9.2	
Potassium, K	mg/L	0.1	0.5	9.0	8.2	8.5

Page 8 of 13 01-July-2015



PE099816 R0

		mple Number Sample Matrix Sample Date Sample Name	PE099816.013 Water 15/6/15 7:35 MBP	PE099816.014 Water 15/6/15 12:00 MBQ	PE099816.015 Water 15/6/15 14:15 MBR	PE099816.016 Water 15/6/15 6:45 PB1 CRT
Parameter	Units	LOR			\	
Trace Metals (Total) in Water by ICPMS Method:	AN022/AN318 Tested: 2	25/6/2015				
Total Iron	µg/L	5	11	<5	13	120
Trace Metals (Dissolved) in Water by ICPMS Me Aluminium, Al	thod: AN318 Tested: 25.	5	<5	7	6	<5

Arsenic, As	µg/L	1	<1	<1	<1	<1
Cadmium, Cd	µg/L	0.1	<0.1	<0.1	<0.1	<0.1
Chromium, Cr	μg/L	1	<1	<1	<1	<1
Copper, Cu	μg/L	1	<1	<1	<1	<1
Lead, Pb	μg/L	1	<1	<1	<1	<1
Manganese, Mn	μg/L	1	<1	210	2	9
Nickel, Ni	μg/L	1	<1	<1	<1	<1
Selenium, Se	μg/L	1	<1	<1	<1	<1
Zinc, Zn	μg/L	5	<5	<5	<5	<5
Mercury (dissolved) in Water Method: AN311/Al	N312 Tested: 29/6/2015	300000-1111-1111-1111-1111-1111-1111-11	0.0000			
Mercury	mg/L	0.00005	<0.00005	<0.00005	<0.00005	<0.00005

Page 9 of 13 01-July-2015



QC SUMMARY

MB blank results are compared to the Limit of Reporting

LCS and MS spike recoveries are measured as the percentage of analyte recovered from the sample compared the the amount of analyte spiked into the sample.

DUP and MSD relative percent differences are measured against their original counterpart samples according to the formula: the absolute difference of the two results divided by the average of the two results as a percentage. Where the DUP RPD is 'NA', the results are less than the LOR and thus the RPD is not applicable.

Alkalinity Method: ME-AU-ENVAN135

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery
Total Alkalinity as CaCO3	LB104601	mg/L	5	<5	0 - 1%	100 - 101%
Carbonate Alkalinity as CO3	LB104601	mg/L	1	<1		
Bicarbonate Alkalinity as HCO3	LB104601	mg/L	5	<5		

Chloride by Discrete Analyser in Water Method: ME-(AU)-[ENV]AN274

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery	MS %Recovery
Chloride, Cl	LB104571	mg/L	1	<1	0 - 1%	102%	88 - 93%

Conductivity and TDS by Calculation - Water Method: ME-(AU)-[ENV]AN106

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery
Conductivity @ 25 C	LB104596	μS/cm	2	<2	0%	99%

Mercury (dissolved) in Water Method: ME-(AU)-[ENV]AN311/AN312

Parameter	ac	Units	LOR	MB	DUP %RPD	LCS	MS
	Reference					%Recovery	%Recovery
Mercury	LB104736	mg/L	0.00005	<0.00005	0%	106%	117%

Metals in Water (Dissolved) by ICPOES Method: ME-(AU)-[ENV]AN320/AN321

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery	MS %Recovery
Calcium, Ca	LB104545	mg/L	0.2	<0.2	2%	95%	91%
Magnesium, Mg	LB104545	mg/L	0.1	<0.1	1 - 2%	98%	94%
Potassium, K	LB104545	mg/L	0.1	<0.1	1 - 2%	110%	104%
Sodium, Na	LB104545	mg/L	0.5	<0.5	2%	102%	100%

Page 10 of 13 01-July-2015



QC SUMMARY

MB blank results are compared to the Limit of Reporting

LCS and MS spike recoveries are measured as the percentage of analyte recovered from the sample compared the the amount of analyte spiked into the sample.

DUP and MSD relative percent differences are measured against their original counterpart samples according to the formula: the absolute difference of the two results divided by the average of the two results as a percentage. Where the DUP RPD is 'NA', the results are less than the LOR and thus the RPD is not applicable.

pH in water Method: ME-(AU)-[ENV]AN101

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery
pH**	LB104596	pH Units	-	5.5 - 5.7	0%	100%

Sulphate in water Method: ME-(AU)-[ENV]AN275

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery	MS %Recovery
Sulphate, SO4	LB104571	mg/L	1	<1	0 - 1%	102%	92 - 97%

Total Dissolved Solids (TDS) in water Method: ME-(AU)-[ENV]AN113

Parameter	QC	Units	LOR	MB	DUP %RPD	LCS	MS	MSD %RPD
	Reference					%Recovery	%Recovery	
Total Dissolved Solids Dried at 175-185°C	LB104784	mg/L	10	<10	0%	97%	100%	3%

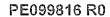
Trace Metals (Dissolved) in Water by ICPMS Method: ME-(AU)-[ENV]AN318

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery	MS %Recovery
Aluminium, Al	LB104554	μg/L	5	<5	0%	98%	105%
Arsenic, As	LB104554	μg/L	1	<1	0 - 6%	103%	107%
Cadmium, Cd	LB104554	µg/L	0.1	<0.1	0%	105%	106%
Chromium, Cr	LB104554	µg/L	1	<1	0%	99%	103%
Copper, Cu	LB104554	μg/L	1	<1	0%	103%	101%
Lead, Pb	LB104554	μg/L	1	<1	0 - 15%	106%	105%
Manganese, Mn	LB104554	µg/L	1	<1	3 - 6%	97%	98%
Nickel, Ni	LB104554	µg/L	1	<1	0%	102%	103%
Selenium, Se	LB104554	μg/L	1	<1	0%	103%	107%
Zinc, Zn	LB104554	µg/L	5	<5	0%	110%	105%

Trace Metals (Total) in Water by ICPMS Method: ME-(AU)-[ENV]AN022/AN318

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery	MS %Recovery
Total Iron	LB104609	μg/L	5	<5	0 - 3%	98%	112%

Page 11 of 13 01-July-2015





METHODOLOGY SUMMARY -

METHOD SUMMARY

AN022/AN318	Following acid digestion of un filtered sample, determination of elements at trace level in waters by ICP-MS technique, in accordance with USEPA 6020A.
AN101	pH in Soil Sludge Sediment and Water: pH is measured electrometrically using a combination electrode (glass plus reference electrode) and is calibrated against 3 buffers purchased commercially. For soils, an extract with water is made at a ratio of 1:5 and the pH determined and reported on the extract. Reference APHA 4500-H+.
AN106	Conductivity and TDS by Calculation: Conductivity is measured by meter with temperature compensation and is calibrated against a standard solution of potassium chloride. Conductivity is generally reported as µmhos/cm or µS/cm @ 25°C. For soils, an extract with water is made at a ratio of 1:5 and the EC determined and reported on the extract, or calculated back to the as-received sample. Total Dissolved Salts can be estimated from conductivity using a conversion factor, which for natural waters, is in the range 0.55 to 0.75. SGS use 0.6. Reference APHA 2520 B.
AN113	Total Dissolved Solids: A well-mixed filtered sample of known volume is evaporated to dryness at 180°C and the residue weighed. Approximate methods for coπelating chemical analysis with dissolved solids are available. Reference APHA 2540 C.
AN135	Alkalinity (and forms of) by Titration: The sample is titrated with standard acid to pH 8.3 (P titre) and pH 4.5 (T titre) and permanent and/or total alkalinity calculated. The results are expressed as equivalents of calcium carbonate or recalculated as bicarbonate, carbonate and hydroxide. Reference APHA 2320. Internal Reference AN135
	Free and Total Carbon Dioxide may be calculated using alkalinity forms only when the samples TDS is <500mg/L. If TDS is >500mg/L free or total carbon dioxide cannot be reported. APHA4500CO2 D.
AN274	Chloride by Aquakem DA: Chloride reacts with mercuric thiocyanate forming a mercuric chloride complex. In the presence of ferric iron, highly coloured ferric thiocyanate is formed which is proportional to the chloride concentration. Reference APHA 4500CI-
AN275	sulfate by Aquakem DA: sulfate is precipitated in an acidic medium with barium chloride. The resulting turbidity is measured photometrically at 405nm and compared with standard calibration solutions to determine the sulfate concentration in the sample. Reference APHA 4500-SO42 Internal reference AN275.
AN311/AN312	Mercury by Cold Vapour AAS in Waters: Mercury ions are reduced by stannous chloride reagent in acidic solution to elemental mercury. This mercury vapour is purged by nitrogen into a cold cell in an atomic absorption spectrometer or mercury analyser. Quantification is made by comparing absorbances to those of the calibration standards. Reference APHA 3112/3500.
AN318	Determination of elements at trace level in waters by ICP-MS technique, in accordance with USEPA 6020A.
AN320/AN321	Metals by ICP-OES: Samples are preserved with 10% nitric acid for a wide range of metals and some non-metals. This solution is measured by Inductively Coupled Plasma. Solutions are aspirated into an argon plasma at 8000-10000K and emit characteristic energy or light as a result of electron transitions through unique energy levels. The emitted light is focused onto a diffraction grating where it is separated into components.
	Photomultipliers or CCDs are used to measure the light intensity at specific wavelengths. This intensity is directly proportional to concentration. Corrections are required to compensate for spectral overlap between elements. Reference APHA 3120 B.

Page 12 of 13 01-July-2015



FOOTNOTES _

IS Insufficient sample for analysis.

LNR Sample listed, but not received.

 This analysis is not covered by the scope of accreditation.

** Indicative data, theoretical holding time exceeded.

Performed by outside laboratory.

LOR Limit of Reporting

NVL Not Validated

Samples analysed as received. Solid samples expressed on a dry weight basis.

Some totals may not appear to add up because the total is rounded after adding up the raw values.

The QC criteria are subject to internal review according to the SGS QAQC plan and may be provided on request or alternatively can be found here: http://www.sgs.com.au/~/media/Local/Australia/Documents/Technical%20Documents/MP-AU-ENV-QU-022%20QA%20QC%20Plan.pdf

This document is issued, on the Client's behalf, by the Company under its General Conditions of Service available on request and accessible at http://www.sgs.com/en/Terms-and-Conditions/General-Conditions-of-Services-English.aspx. The Client's attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any other holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents.

This report must not be reproduced, except in full.

Page 13 of 13 01 July-2015







01	IENT	DETAIL	0	

Jane Puthiaparampil Contact

AQ2 Client

PO BOX 976 Address

SOUTH PERTH WA 6951

LABORATORY DETAILS -

Manager Laboratory

SGS Perth Environmental Address

28 Reid Rd

Ros Ma

Perth Airport WA 6105

Telephone

61 8 93238821

Facsimile

(Not specified)

Jane.P@aq2.com.au Email

Project Order Number Iron Valley 013B/B3 (Not specified)

Samples

17 Jun 2015 Date Started

Telephone

Facsimile

Email

SGS Reference

Report Number

Date Reported Date Received (08) 9373 3500

(08) 9373 3556

au.environmental.perth@sgs.com

PE099623 R0

0000109305 22 Jun 2015 15 Jun 2015

Accredited for compliance with ISO/IEC 17025. NATA accredited laboratory 2562(898/20210).

SIGNATORIES .

Gary Walton Organics Supervisor Hue Thanh Ly Metals Team Leader Mary Ann Ola-A

Inorganics Team Leader

Maryka-a

Michael McKay

Inorganics and ARD Supervisor

Ohmar David Metals Chemist

SGS Australia Pty Ltd ABN 44 000 964 278

Environmental Services

28 Reid Rd PO Box 32

Perth Airport WA 6105 Welshpool WA 6983

Australia Australia t +61 8 9373 3500

f +61 8 9373 3556

www.au.sgs.com





	s	nple Number ample Matrix Sample Date sample Name	PE099623.00 Water 10/6/15 6:45 PB2
Parameter	Units	LOR	
Trace Metals (Dissolved) in Water by ICPMS Method: AN318	Tested: 17/6	5/2015	
Aluminium, Al	µg/L	5	<5
Arsenic, As	μg/L	1	<1
Cadmium, Cd	µg/L	0.1	<0.1
Chromium, Cr	μg/L	1	<1
Copper, Cu	μg/L	1	<1
Lead, Pb	μg/L	1	<1
Manganese, Mn	μg/L	1	26
Nickel, Ni	µg/L	1	<1
Selenium, Se	μg/L	1	<1
Zinc, Zn	µg/L	5	37

Mercury (dissolved) in Water	Method: AN311/AN312	Tested: 19/6/2015		
Mercury		mg/L	0.00005	<0.00005

Page 3 of 7 22-June-2015



QC SUMMARY

MB blank results are compared to the Limit of Reporting

LCS and MS spike recoveries are measured as the percentage of analyte recovered from the sample compared the the amount of analyte spiked into the sample.

DUP and MSD relative percent differences are measured against their original counterpart samples according to the formula: the absolute difference of the two results divided by the average of the two results as a percentage. Where the DUP RPD is "NA", the results are less than the LOR and thus the RPD is not applicable.

pH in water Method: ME-(AU)-[ENV]AN101

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery
рн••	LB104187	pH Units		5.7	0%	100%

Sulphate in water Method: ME-(AU)-[ENV]AN275

Parameter	QC Reference	Units	LOR	МВ	DUP %RPD	LCS %Recovery	MS %Recovery
Sulphate, SO4	LB104160	mg/L	1	<1	0 - 1%	103 - 104%	92 - 102%

Total Dissolved Solids (TDS) in water Method: ME-(AU)-[ENV]AN113

Parameter	QC Reference	Units	LOR	MB	DUP %RPD	LCS %Recovery	MS %Recovery	MSD %RPD
Total Dissolved Solids Dried at 175-185°C	LB104276	mg/L	10	<10	1 - 2%	97 - 101%	100%	3%

Trace Metals (Dissolved) in Water by ICPMS Method: ME-(AU)-[ENV]AN318

Parameter	QC Reference	Units	LOR	WB	DUP %RPD	LCS %Recovery	MS %Recovery
Aluminium, Al	LB104148	μg/L	5	<5	0 - 196%	118%	
Arsenic, As	LB104148	μg/L	1	<1	0%	98%	99%
Cadmium, Cd	LB104148	μg/L	0,1	<0.1	0 - 199%	116%	108%
Chromium, Cr	LB104148	µg/L	1	<1	0 - 180%	103%	103%
Copper, Cu	LB104148	μg/L	1	<1	0 - 200%	106%	100%
Lead, Pb	LB104148	µg/L	1	<1	0 - 193%	105%	98%
Manganese, Mn	LB104148	µg/L	1	<1	5 - 198%	111%	105%
Nickel, Ni	LB104148	µg/L	1	<1	0 - 172%	106%	104%
Selenium, Se	LB104148	μg/L	1	<1	0%	115%	100%
Zinc, Zn	LB104148	μg/L	5	<5	6 - 198%	112%	97%

Trace Metals (Total) in Water by ICPMS Method: ME-(AU)-[ENV]AN022/AN318

Parameter	QC	Units	LOR	MB	DUP %RPD	LCS	MS
	Reference					%Recovery	%Recovery
Total Iron	LB104223	μg/L	5	<5	2%	92%	104%

Page 5 of 7 22-June-2015



FOOTNOTES

IS Insufficient sample for analysis.

LNR Sample listed, but not received.

* This analysis is not covered by the scope of accreditation.

** Indicative data, theoretical holding time exceeded.

Performed by outside laboratory.

LOR Limit of Reporting

† Raised or Lowered Limit of Reporting
QFH QC result is above the upper tolerance
QFL QC result is below the lower tolerance

The sample was not analysed for this analyte

NVL Not Validated

Samples analysed as received.
Solid samples expressed on a dry weight basis.

Some totals may not appear to add up because the total is rounded after adding up the raw values.

The QC criteria are subject to internal review according to the SGS QAQC plan and may be provided on request or alternatively can be found here: http://www.sgs.com.au/~/media/Local/Australia/Documents/Technical%20Documents/MP-AU-ENV-QU-022%20QA%20QC%20Plan.pdf

This document is issued, on the Client's behalf, by the Company under its General Conditions of Service available on request and accessible at http://www.sgs.com/en/Terms-and-Conditions/General-Conditions-of-Services-English.aspx. The Client's attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

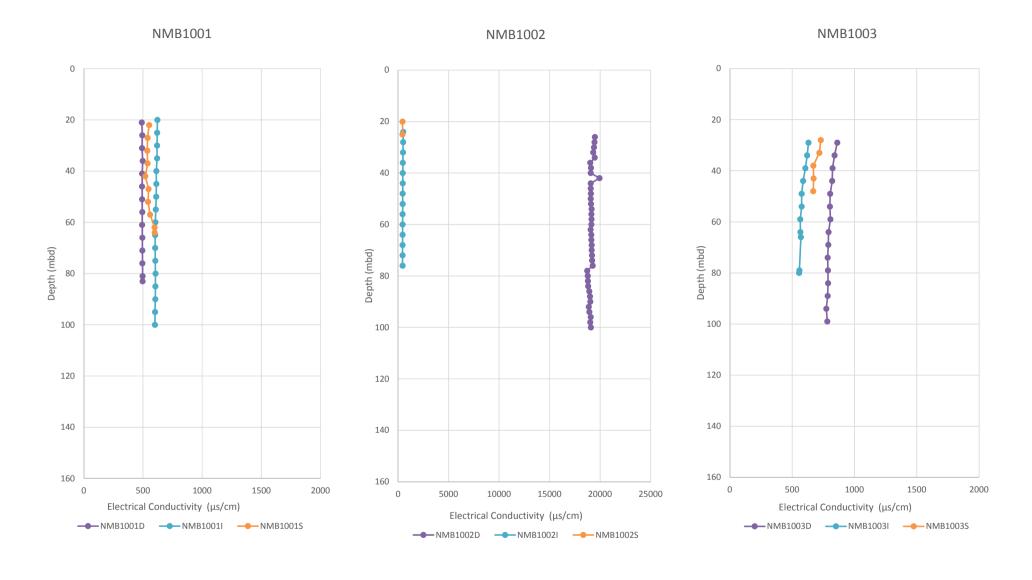
Any other holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents.

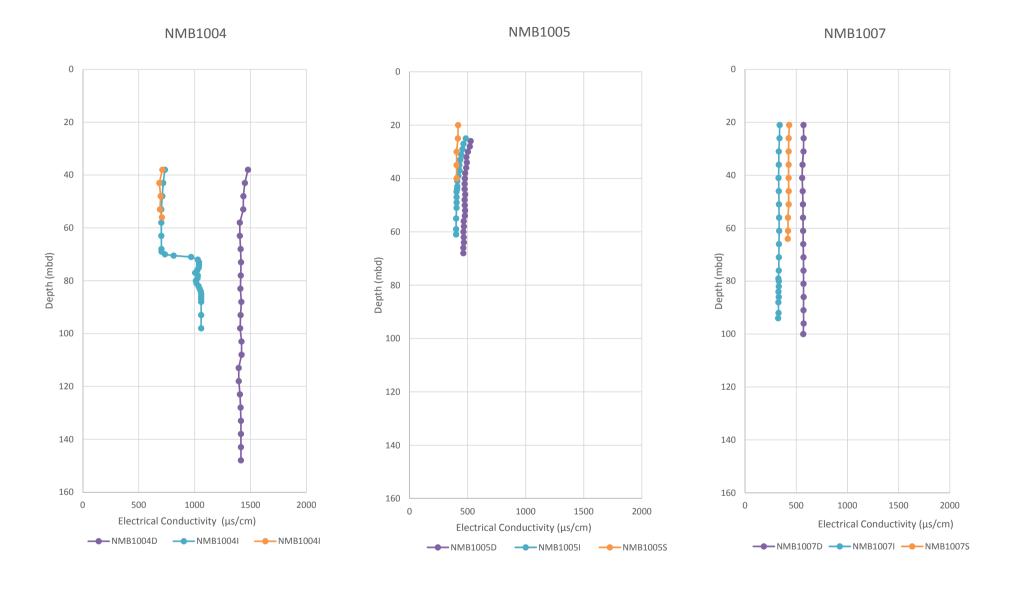
This report must not be reproduced, except in full.

Page 7 of 7 22-June-2015

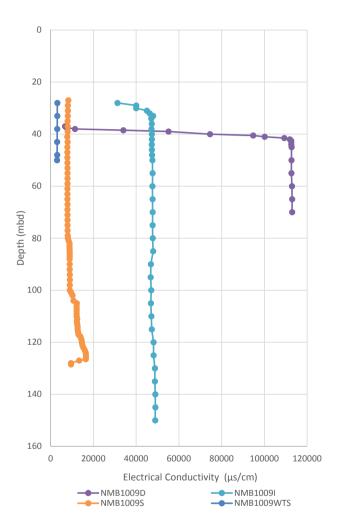
APPENDIX E Downhole Salinity

BoreID	Date	SWL (m bgl)	Date	SWL (m bgl)
NMB1001_I	15/04/2012	23.89	8/06/2015	19.7
NMB1001_S	15/04/2012	24.41	8/06/2015	20.89
NMB1002_D	15/04/2012	29.737	8/06/2015	25.29
NMB1002_I	15/04/2012	27.731	8/06/2015	23.32
NMB1002_S	15/04/2012	23.675	8/06/2015	19.49
NMB1002_WT	15/04/2012	17.02	8/06/2015	blocked
NMB1003_D			8/06/2015	27.61
NMB1003_I	15/04/2012	30.63	8/06/2015	27.61
NMB1003_S	15/04/2012	30.43	8/06/2015	27.72
NMB1004_D			5/06/2015	37.43
NMB1004_I	15/04/2012	39.71	5/06/2015	37.42
NMB1004_S	15/04/2012	39.89	5/06/2015	37.77
NMB1005_D	15/04/2012	29.37	8/06/2015	24.64
NMB1005_I	15/04/2012	29.05	8/06/2015	23.85
NMB1005_S	15/04/2012	24.6	5/06/2015	19.51
NMB1007_D	15/04/2012	21.78	8/06/2015	20.22
NMB1007_I	15/04/2012	21.76	8/06/2015	20.19
NMB1007_S	15/04/2012	21.72	8/06/2015	20.19
NMB1009_D	15/04/2012	37.039	9/06/2015	36.89
NMB1009_I	15/04/2012	33.801	9/06/2015	27.545
NMB1009_S	15/04/2012	26.904	8/06/2015	25.13
NMB1009_WT	15/04/2012	27.911	9/06/2015	27.35
NMB1013A_S	14/04/2012	24.49	8/06/2015	21.34
NMB1013A_WT	14/04/2012	23.93	8/06/2015	21.55
NMB1013B_D	14/04/2012	25.4	8/06/2015	21.3
NMB1013B_I	14/04/2012	25.33	8/06/2015	21.17

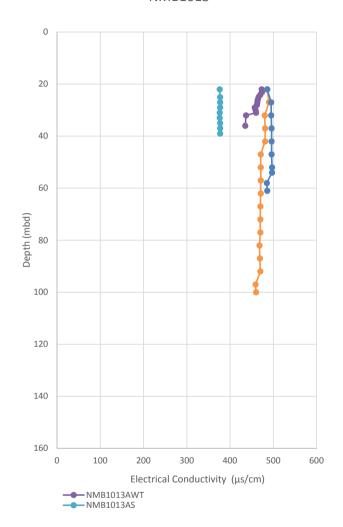








NMB1013



APPENDIX B

Modelling Background

APPENDIX B MODEL UNCERTAINTY ANALYSIS

An Uncertainty Analysis has been completed to assess the potential range of predicted dewatering given the uncertainty in some of the model assigned parameters. The Uncertainty Analysis was completed by re-running the model calibration (steady state and transient) with changes to aquifer parameters of interest. Then using the model generated water levels from the end of the transient calibration (end of December 2014), model predictions, with a similar set up to the Base Case were completed with the same changes to aquifer parameters. A summary of parameters changed in the calibrated and Base Case predictive model is presented in Table B1.

Table B1: Summary of Uncertainty Runs

Uncertainty Case	Description
1	Specific yield of orebody aquifer increased from 5% to 10%
	Specific yield of fault east of orebody increased from 15% to 20%
2	Hydraulic conductivity of scree increased to 0.1 m/d from 0.01m/d
	Specific yield of scree increased to 5% from 1%
3	Hydraulic conductivity of orebody aquifer increased from 3m/d to 5m/d. Hydraulic conductivity of submineralised orebody aquifer increased from 0.5m/d to 1m/d.
4	Hydraulic conductivity of fault east of orebody aquifer de3creased from 100m/d to 50m/d

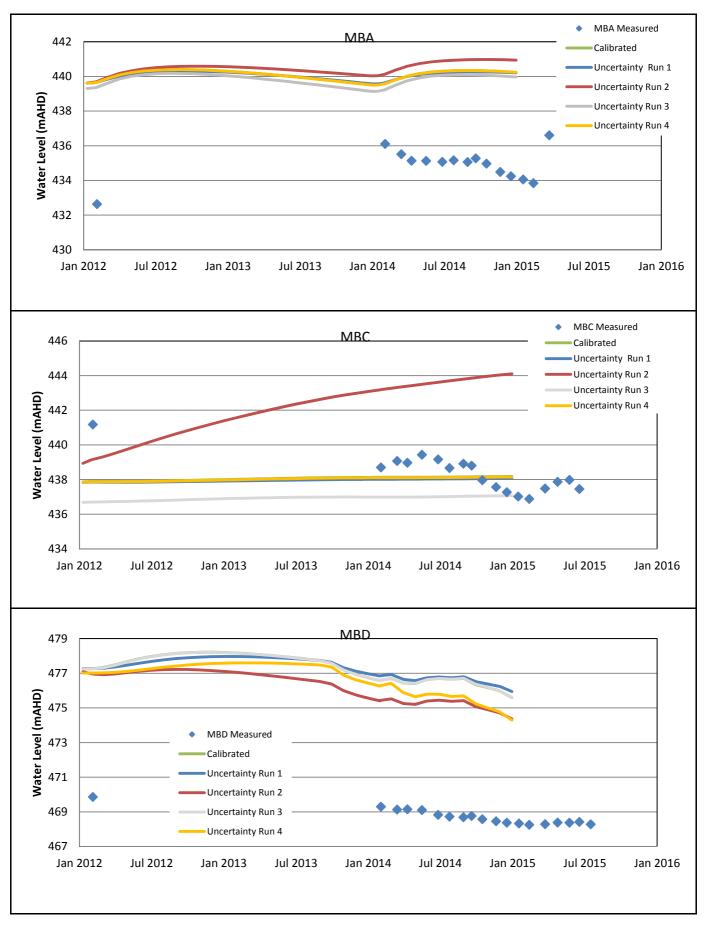
It is noted that for the current Uncertainty Analysis, other model parameters (in addition to those listed in Table B1) were not changed to improve the model calibration performance. Instead, the models were run only with the changes outlined in Table B1.

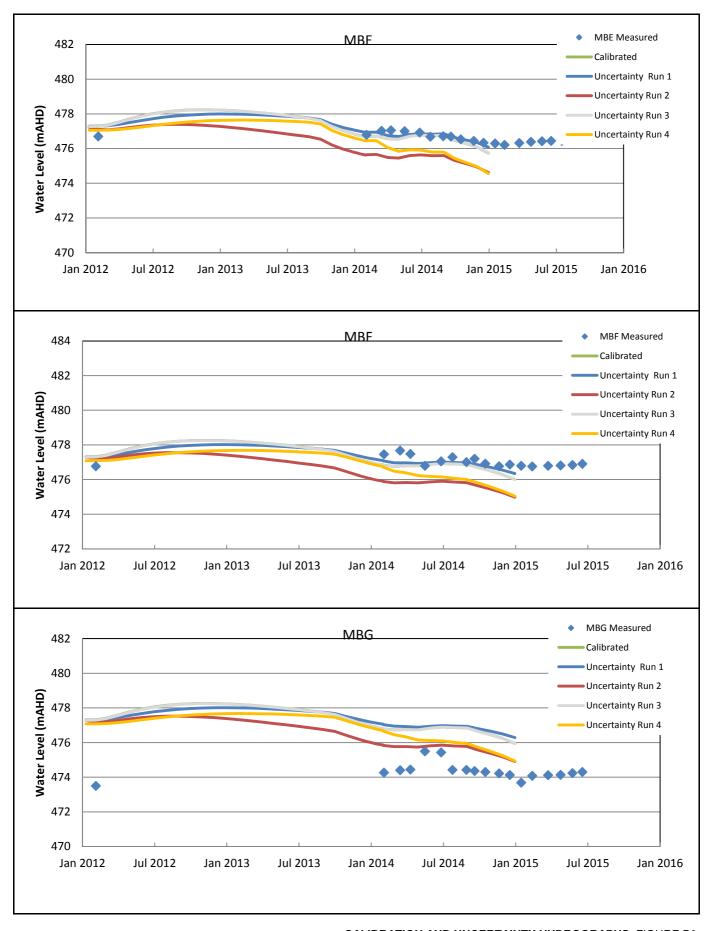
Predicted water levels over the model calibration period for the Calibrated Case and the Uncertainty Cases are presented in Figures B1 to B6. In most areas the model performance is unchanged when the aquifer parameters summarised in Table B1 are included. The following observations are made in areas where the model performance changes significantly as a result of the parameter changes in Table B1.

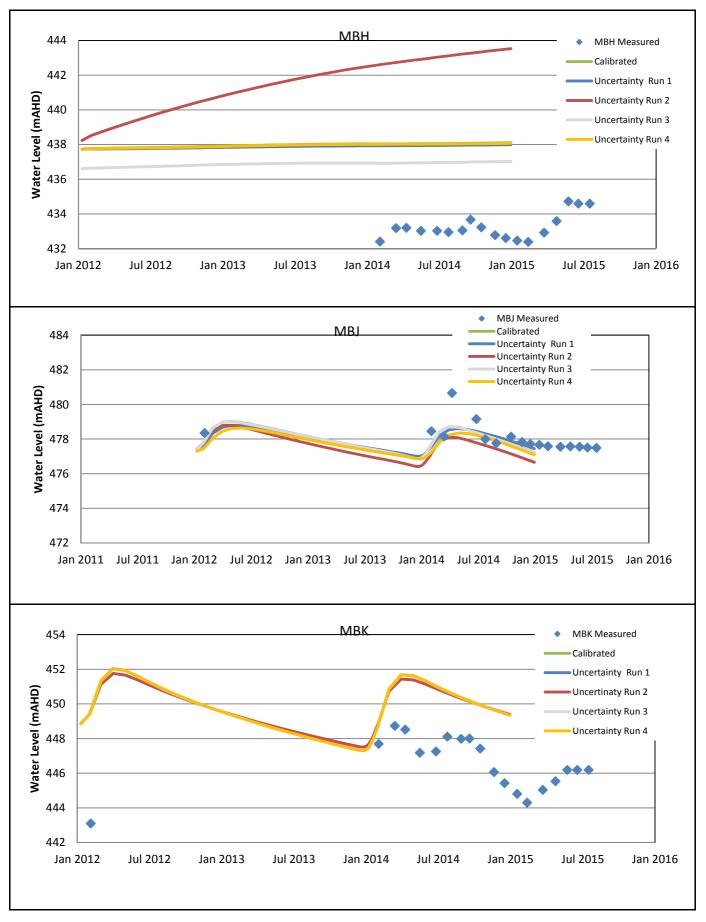
- For Uncertainty Run 2, which tests the parameters assigned to the scree, the model response to ongoing pumping is over predicted (MBD (Figure B1), MBE, MBF and MBG (Figure B2)). Additionally, the model predicts ongoing water level rises at MBC (Figure B1), MBH (Figure B2) MBQ (Figure B5) and MBR (Figure B6). This parameter change allows the water level variations associated with ongoing pumping and recharge to Weeli Wolli Creek to be propagated more readily across the area between Weeli Wolli Creek and the Iron Valley mine
- For Uncertainty Run 4, which tests a reduced aquifer hydraulic conductivity in the fault east of the orebody, the response to ongoing pumping is also over predicted.

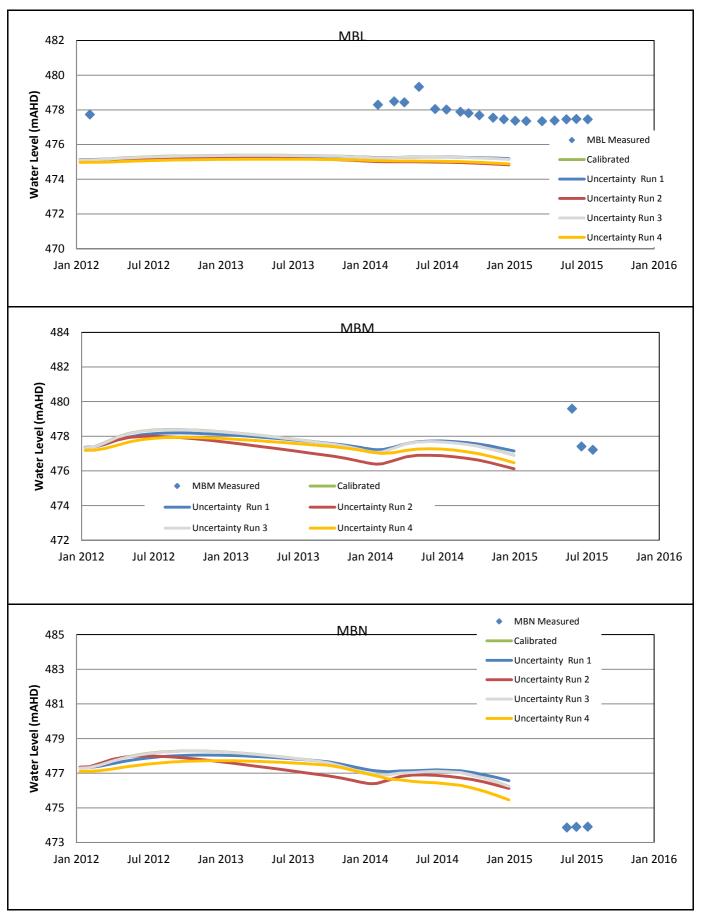
The observed differences in model calibration performance are only small for the parameters changes associated with Uncertainty Runs 2 and 4.

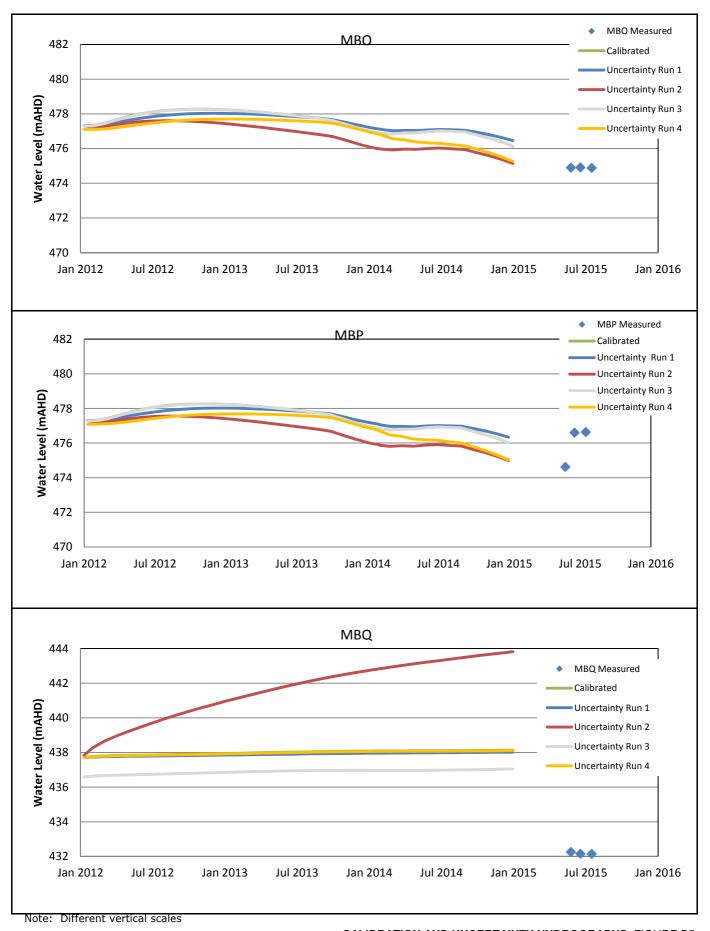
The results of Uncertainty Predictions are summarised in Section 4.9.

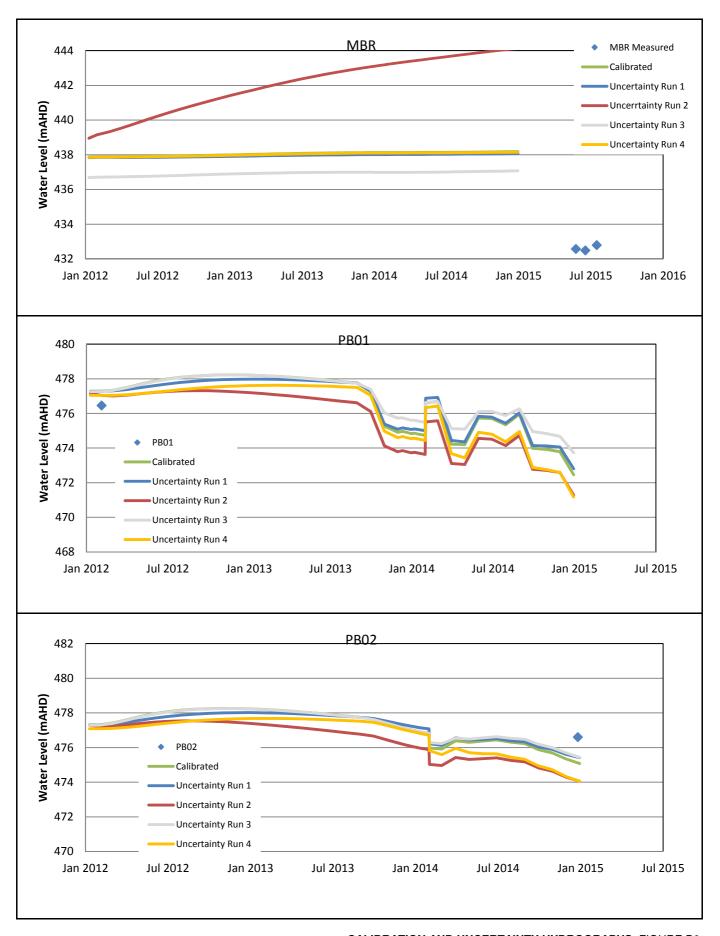












APPENDIX C

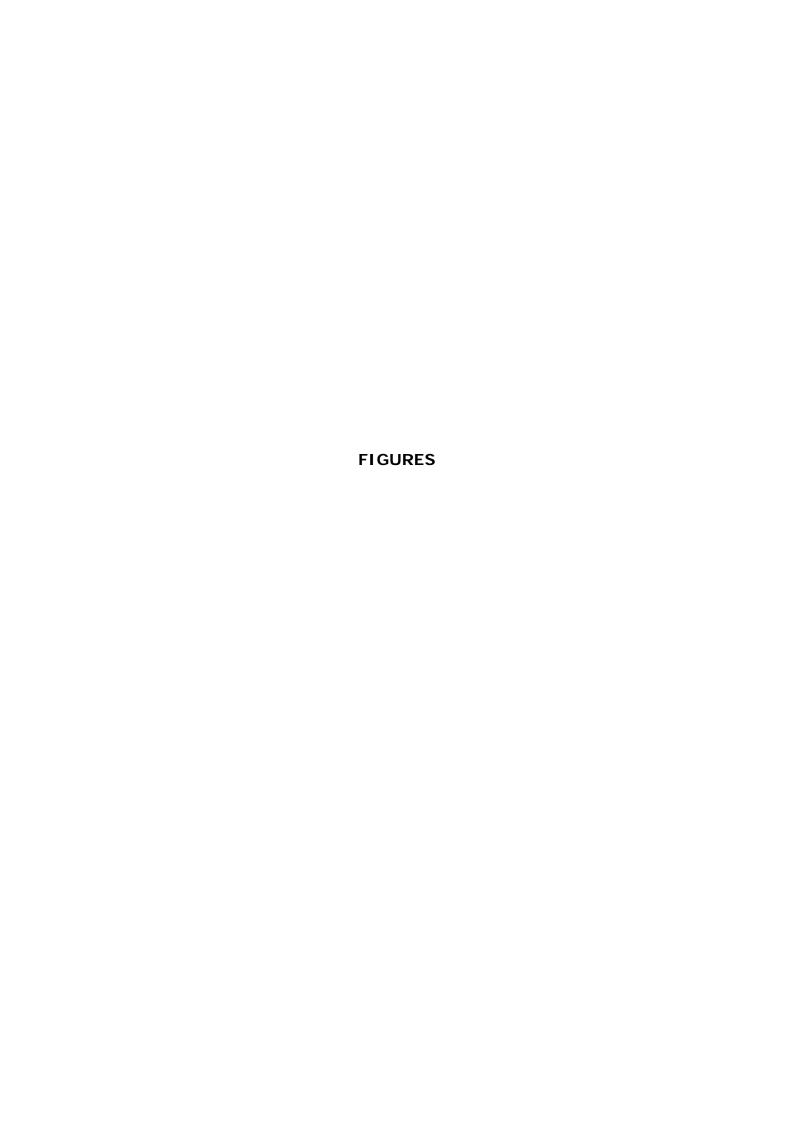
Dewatering System – Capital Costs

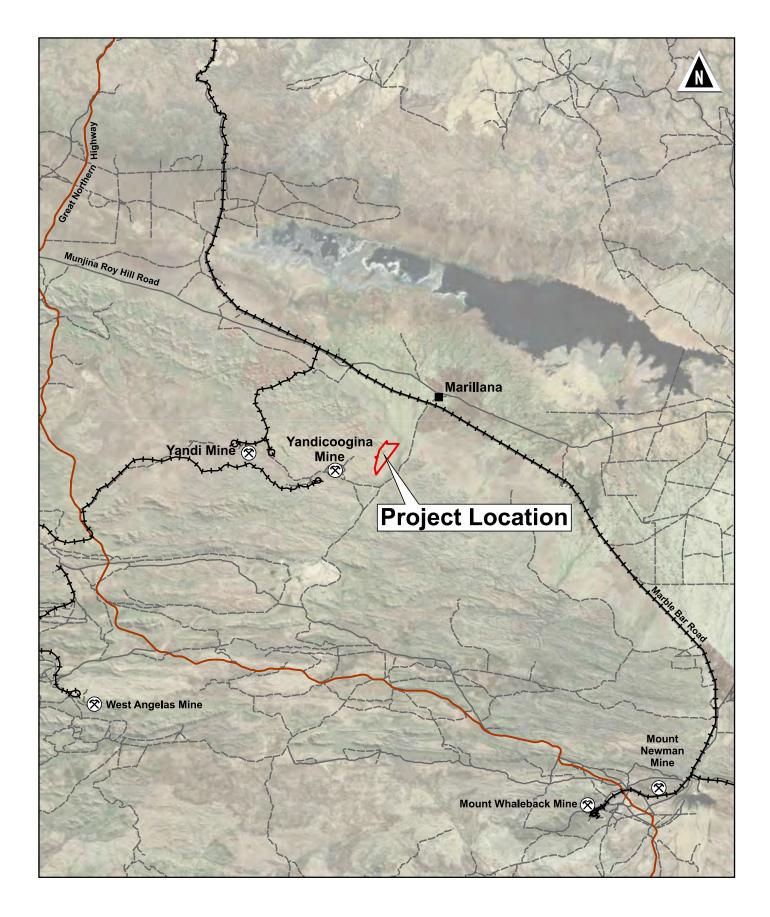
APPENDIX C Capital Cost Estimate Iron Valley Dewatering and Discharge System

Item	Unit Cost	Unit	Quantity	Spares	Total
S Deposit					
Bore Fitout					
110kW submersible pump	\$ 25,000	No.	8	2	\$ 250,000
125NB Pump Column	\$ 100	m	1360	340	1
125NB Bore Headworks Trailer	\$ 25,000	No.	8	2	\$ 250,000
Electrical Control Panel (inc Soft Starter)	\$ 25,000	No.	8	2	·-i
Diesel Generator and Fuel Pod	\$ 50,000	No.	8	2	<u> </u>
Installation	\$ 25,000	Allowance	8	2	
Sub Total	23,000	7 the Wartee	J	_	\$ 1,670,000
Pipework					7 2,070,000
315DN PN25 Pipe Supply/Install (Bore Spurs)	\$ 225	m	2400		\$ 540,000
500DN PN10 Pipe Supply/Install (Discharge Pipe)	\$ 250	m	600		\$ 150,000
Miscellaneous (valves, road crossings etc.)	\$ 10,000	Allowance	1		\$ 10,000
Outfall Structure	\$ 50,000	Allowance	1		\$ 50,000
Sub Total	\$ 50,000	Allowance			\$ 750,000
C Deposit					3 730,000
·					
Bore Fitout	¢ 25.000	 	ļ	ļ -	¢ 200.000
110kW submersible pump	\$ 25,000	No.	10	2	<u> </u>
55kW submersible pump	\$ 16,000	No.	2	1	\$ 48,000
125NB Pump Column	\$ 100	m	2000	400	↓
80NB Pump Column	\$ 60	m	400	200	↓-
125NB Bore Headworks (ex-pit)	\$ 15,000	No.	6	0	
125NB Bore Headworks Trailer	\$ 25,000	No.	4	2	<u> </u>
80NB Bore Headworks Trailer	\$ 20,000	No.	2	1	\$ 60,000
Electrical Control Panel (inc Soft Starter)	\$ 25,000	No.	12	3	1
Diesel Generator (110kW) and Fuel Pod	\$ 50,000	No.	10	2	1i
Diesel Generator (55kW) and Fuel Pod	\$ 30,000	No.	2	1	\$ 90,000
Installation	\$ 25,000	Allowance	12	3	
Sub Total					\$ 2,364,000
Pipework					
200DN PN25 Pipe Supply/Install (Bore Spurs)	\$ 110	m	600		\$ 66,000
315DN PN10 Pipe Supply/Install (Bore Spurs)	\$ 110	m	1800		\$ 198,000
315DN PN25 Pipe Supply/Install (Bore Spurs)	\$ 225	m	1200		\$ 270,000
500DN PN10 Pipe Supply/Install (Trunk Main)	\$ 250	m	3500		\$ 875,000
Miscellaneous (valves, road crossings etc.)	\$ 30,000	Allowance	1		\$ 30,000
Sub Total					\$ 1,439,000
N Deposit					
Bore Fitout					
110kW submersible pump	\$ 25,000	No.	1	1	\$ 50,000
55kW submersible pump	\$ 16,000	No.	1	1	\$ 32,000
125NB Pump Column	\$ 100		190	190	
80NB Pump Column	\$ 60	m	190	190	
125NB Bore Headworks (ex-pit)	\$ 15,000		1	1	\$ 30,000
80NB Bore Headworks Trailer	\$ 20,000		1	1	
Electrical Control Panel (inc Soft Starter)	\$ 25,000		2	2	·
Diesel Generator (110kW) and Fuel Pod	\$ 50,000	No.	1	1	\$ 100,000
Diesel Generator (55kW) and Fuel Pod	\$ 30,000	No.	1	1	
Installation	\$ 25,000	Allowance	2	2	<u> </u>
Sub Total	25,000	. moviance			\$ 573,000
Pipework					7 373,000
315DN PN10 Pipe Supply/Install (Bore Spurs)	\$ 110		1200	 	\$ 132,000
200DN PN25 Pipe Supply/Install (Bore Spurs)	\$ 110	<u> </u> m	300	 	\$ 132,000
Miscellaneous (valves, road crossings etc.)				 	<u> </u>
	\$ 10,000	Allowance	1		
Sub Total					\$ 175,000

APPENDIX C Capital Cost Estimate Iron Valley Dewatering and Discharge System

Item	Un	it Cost	Unit	Quantity	Spares	То	tal
E Deposit							
Bore Fitout							
110kW submersible pump	\$	20,000	No.	2	1	\$	60,000
125NB Pump Column	\$	100	m	440	220	\$	66,000
125NB Bore Headworks Trailer	\$	25,000	No.	2	1	\$	75,000
Electrical Control Panel (inc Soft Starter)	\$	25,000	No.	2	1	\$	75,000
Diesel Generator and Fuel Pod	\$	50,000	No.	2	1	\$	150,000
Installation	\$	5,000	Allowance	2	1	\$	15,000
Sub Total						\$	441,000
Pipework							
315DN PN25 Pipe Supply/Install (Bore Spurs)	\$	225	m	600		\$	135,000
400DN PN10 Pipe Supply/Install (Trunk)	\$	160	m	800		\$	128,000
Miscellaneous (valves, road crossings etc.)	\$	10,000	Allowance	1		\$	10,000
Outfall Structure	\$	50,000	Allowance	1		\$	50,000
Sub Total						\$	323,000
Water Disposal System							
Turkeys Nest							
Earthworks	\$	40	m3	5000		\$	200,000
Liner	\$	20	m2	3600		\$	72,000
Pipework	\$	10,000	Allowance	1		\$	10,000
Sub Total						\$	282,000
Discharge System							
Diesel Transfer Pump Station	\$	250,000	No.	2		\$	500,000
400DN PN10 Pipe Supply/Install (Discharge Pipe)	\$	160	m	5000	T	\$	800,000
Controls	\$	10,000	Allowance	2	T	\$	20,000
Outfall Structure	\$	50,000	Allowance	2		\$	100,000
Sub Total						\$	1,420,000
Total						\$	9,437,000
Preliminaries		10%				\$	944,000
EPCM		15%			T	\$	1,416,000
Contingency		30%				\$	2,831,000
Grand Total						\$	14,628,000









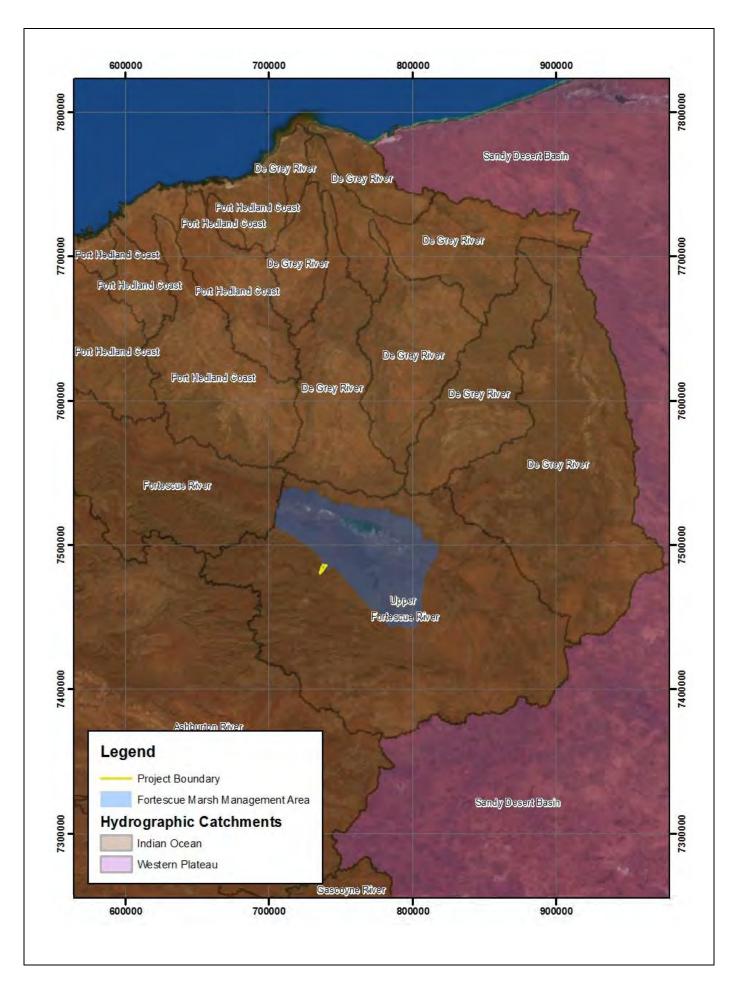
030b

AUTHOR: JJ REPORT NO: 013b DRAWN: RC REVISION: a DATE: 06/01/2015 JOB NO:

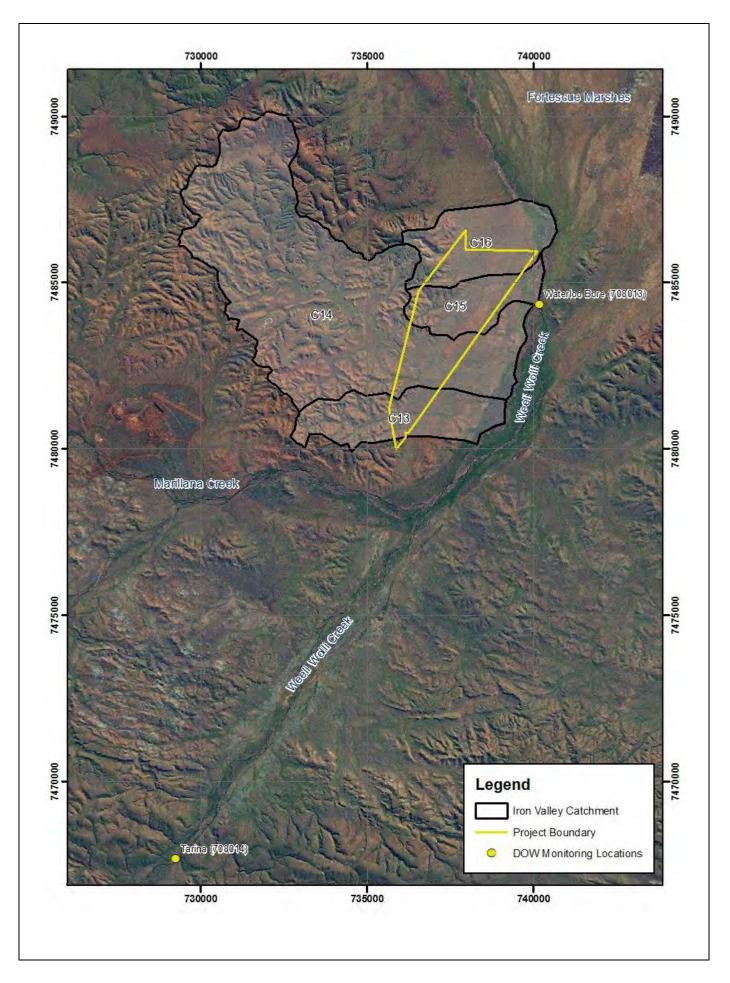
NOTES & DATA SOURCES: MGA Zone 50 (GDA94)



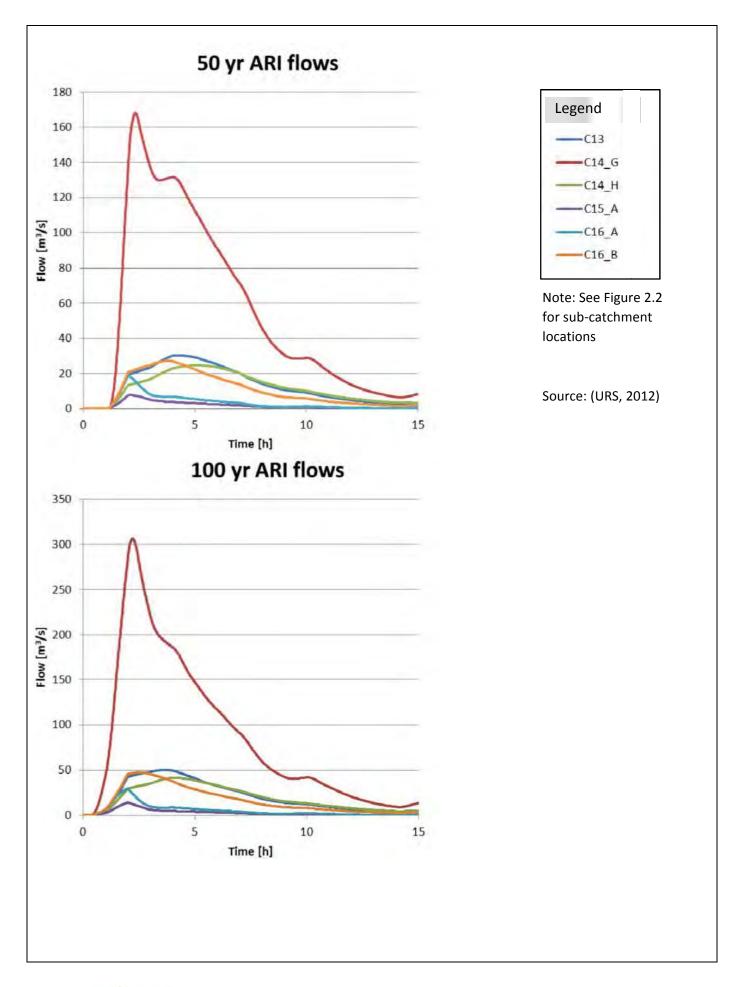
FIGURE 1.1 **IRON VALLEY PROJECT REGIONAL LOCATION**

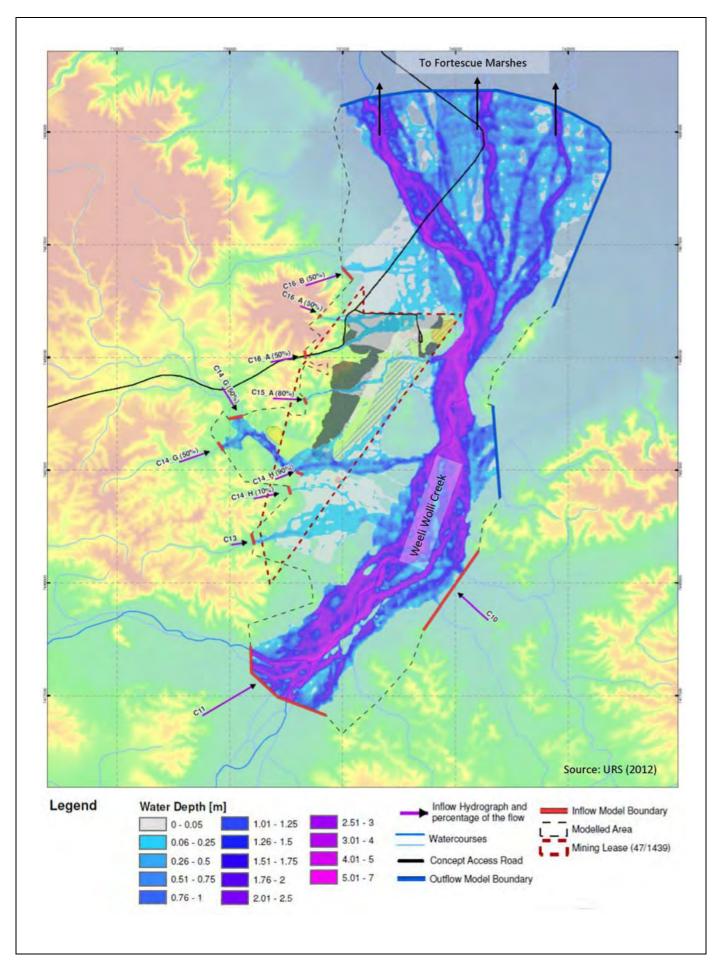




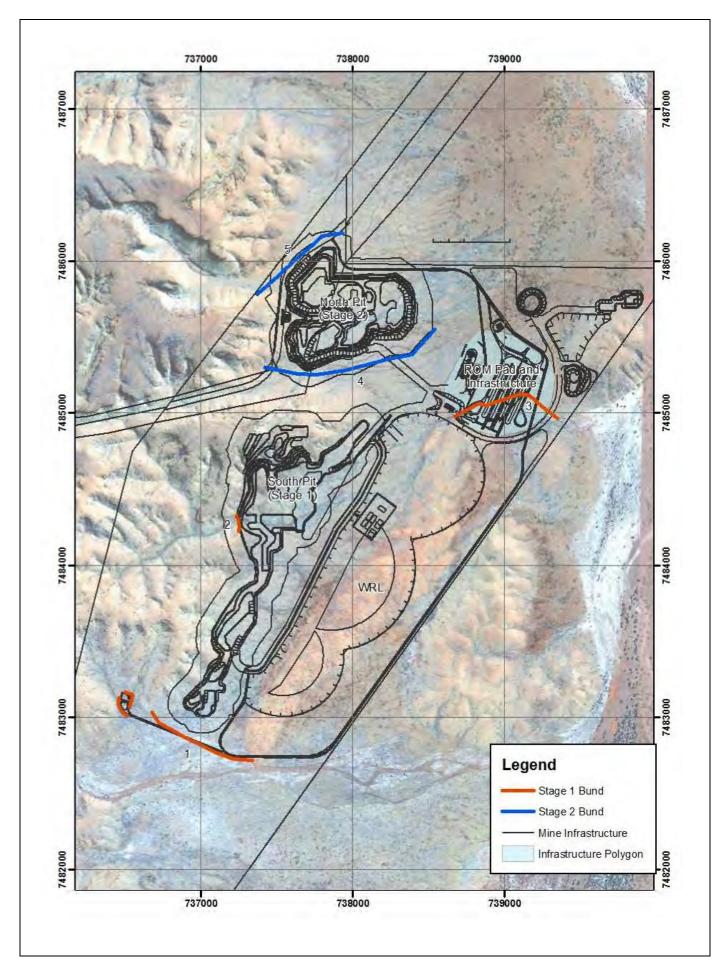




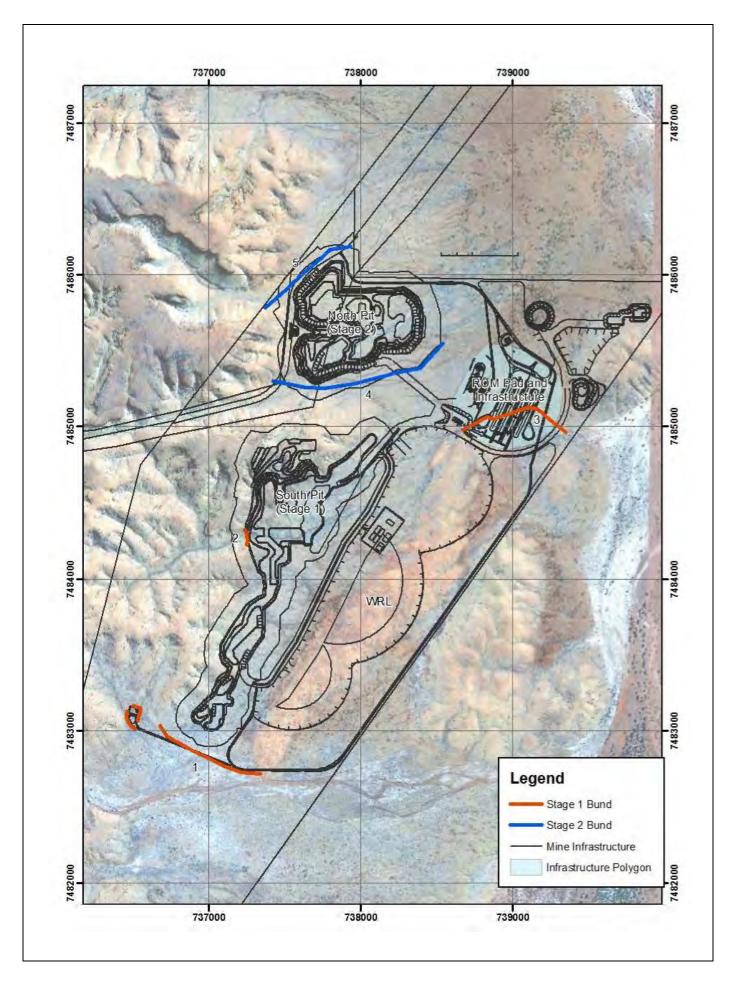




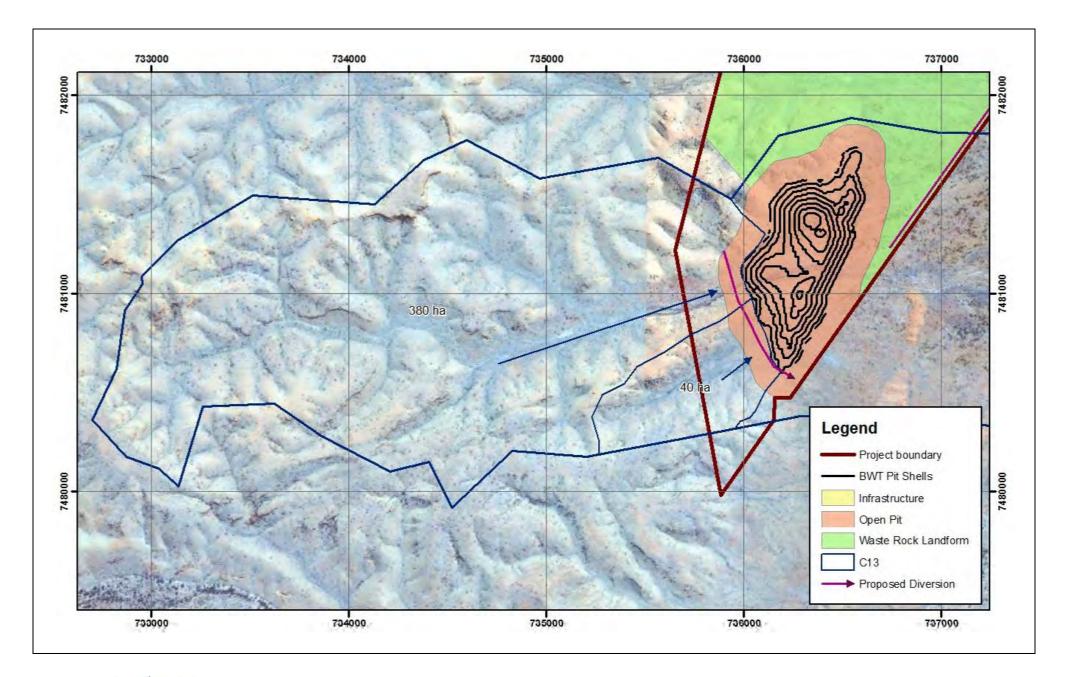






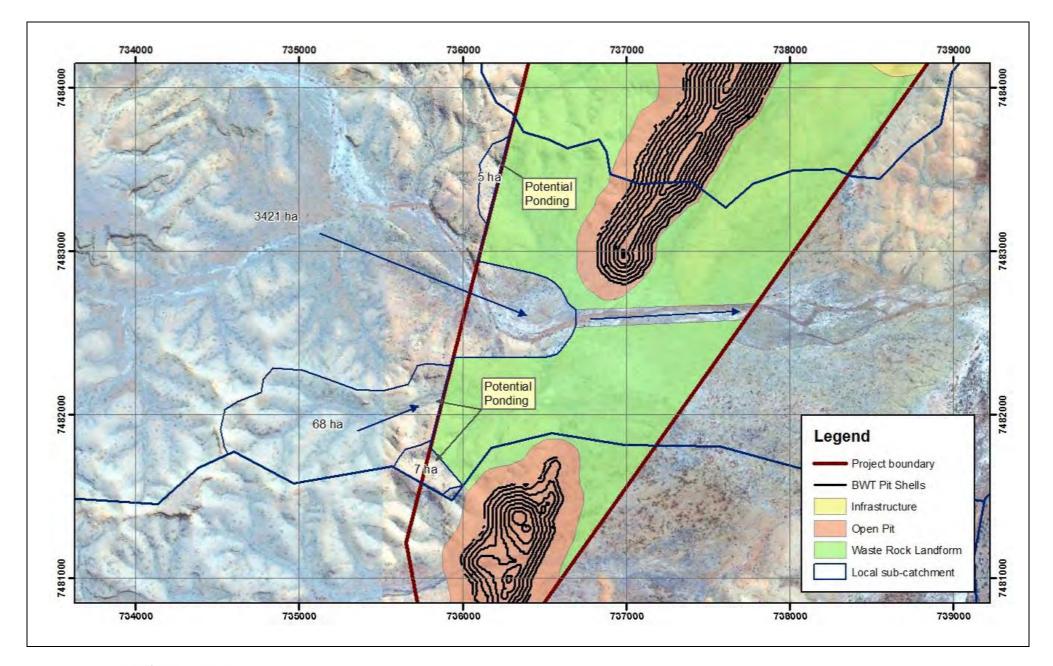




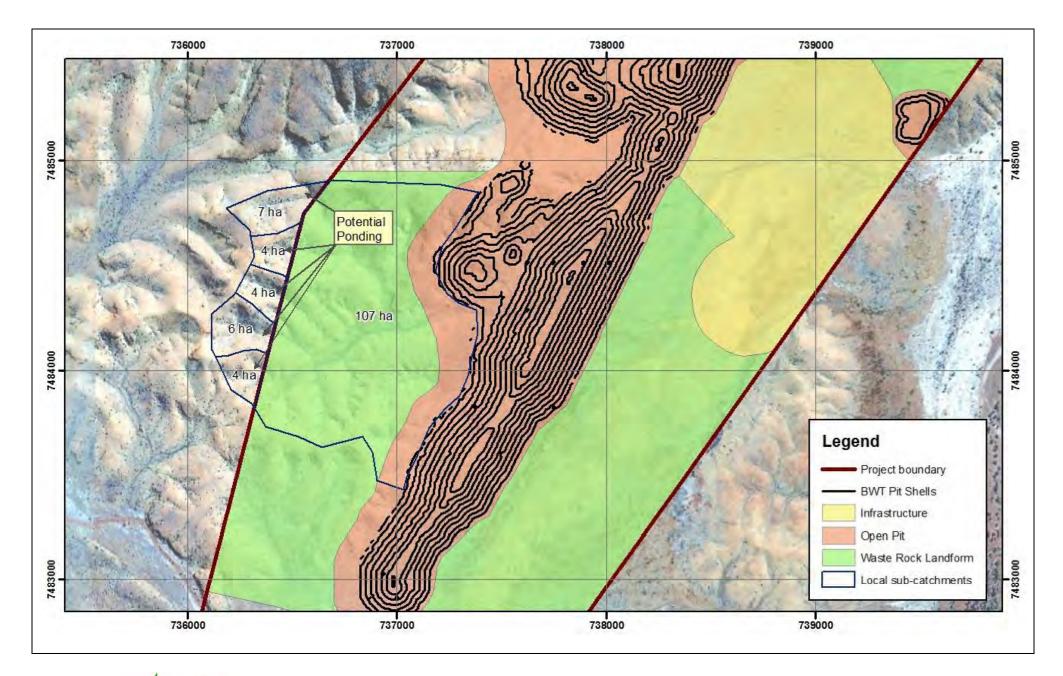




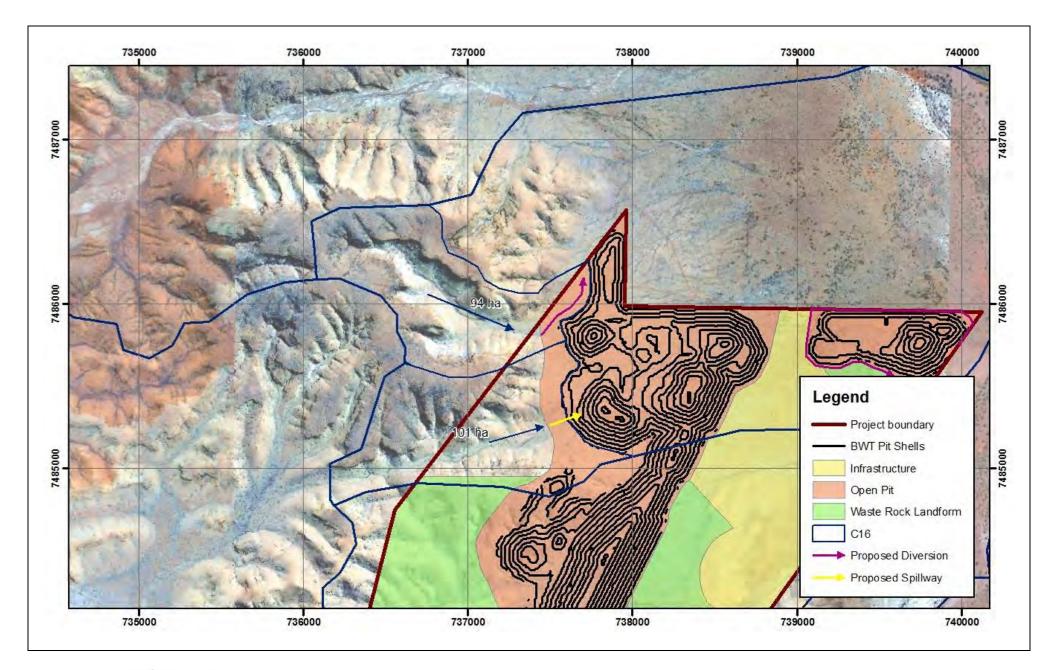




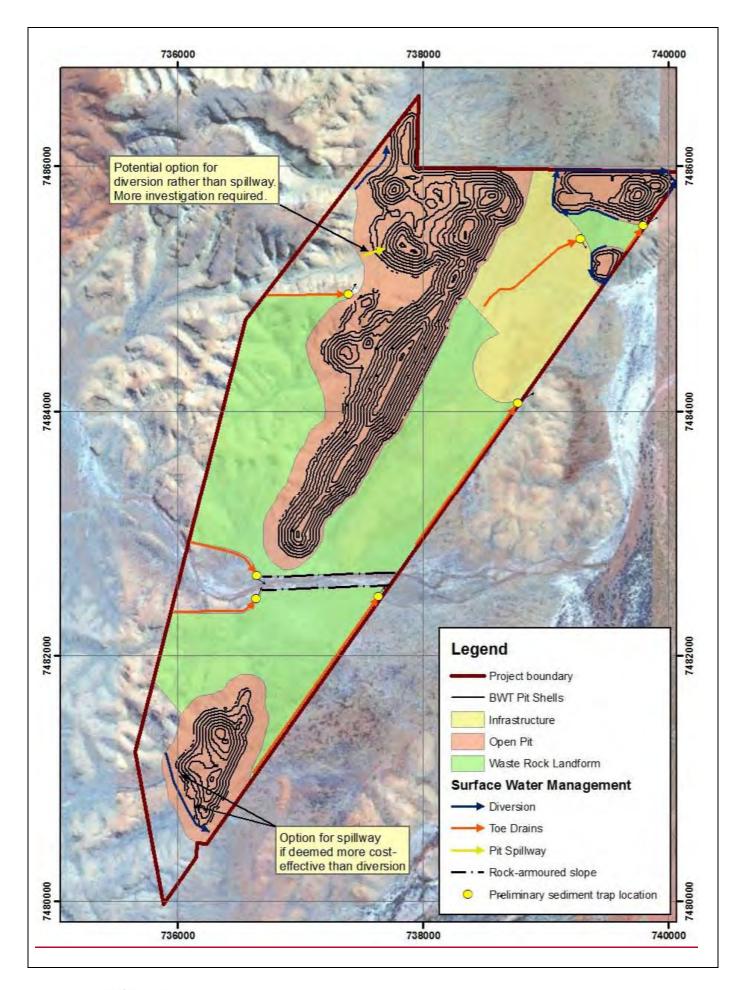




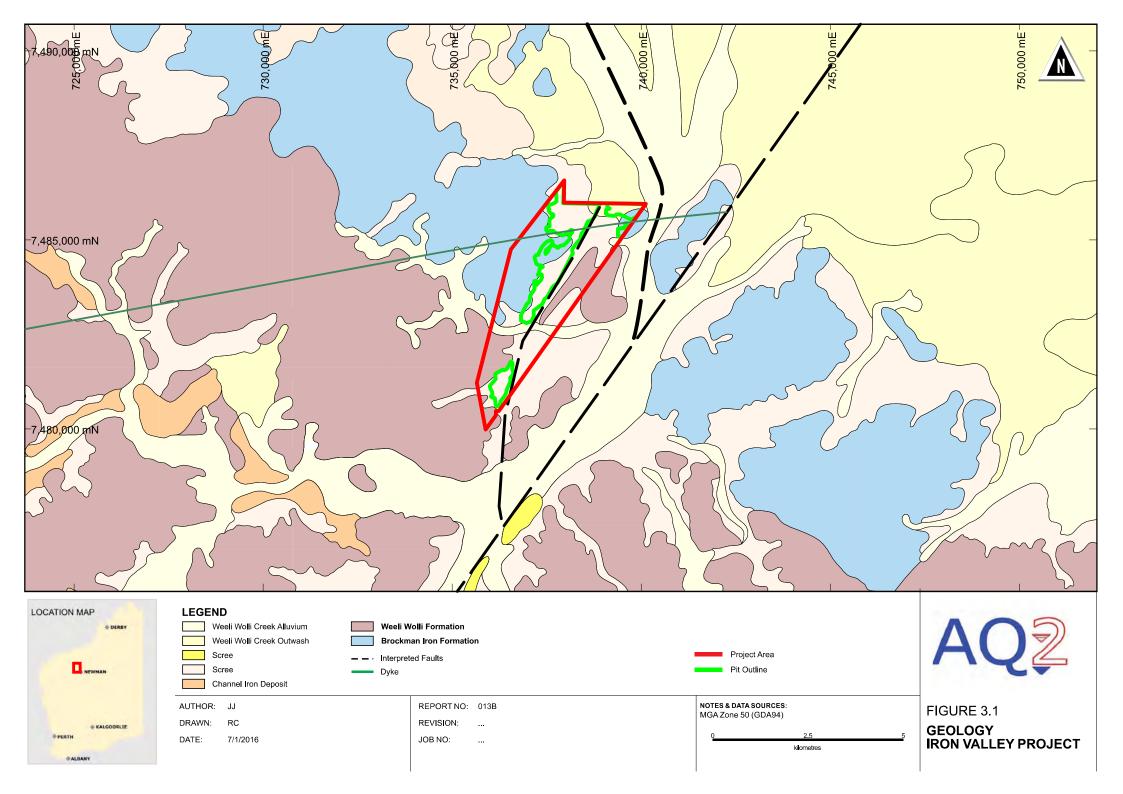


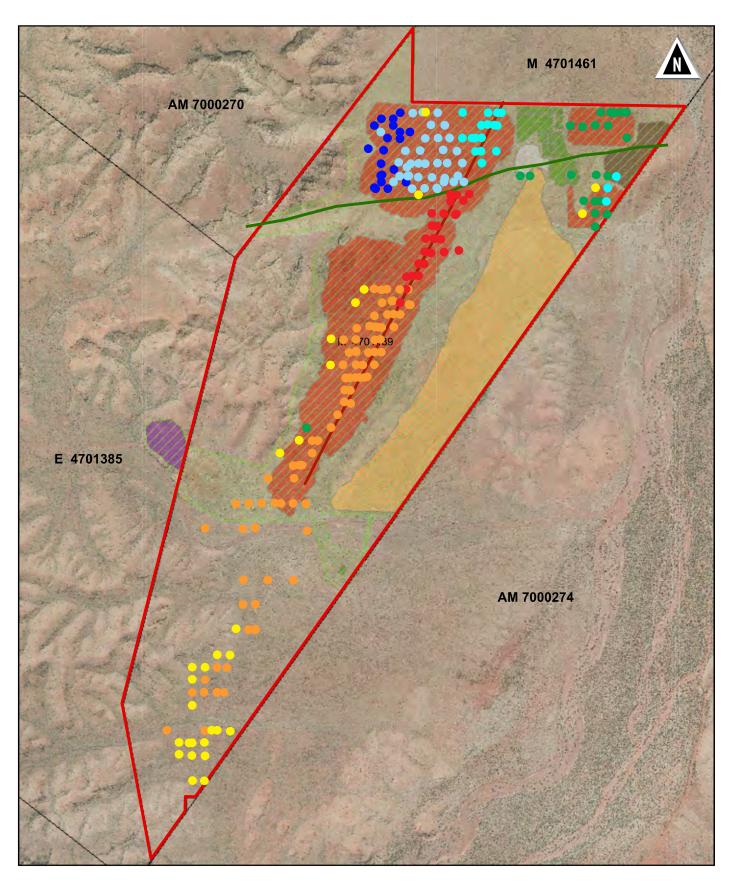


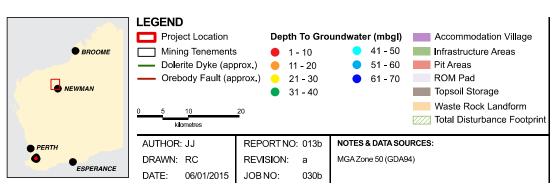


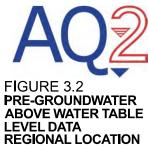


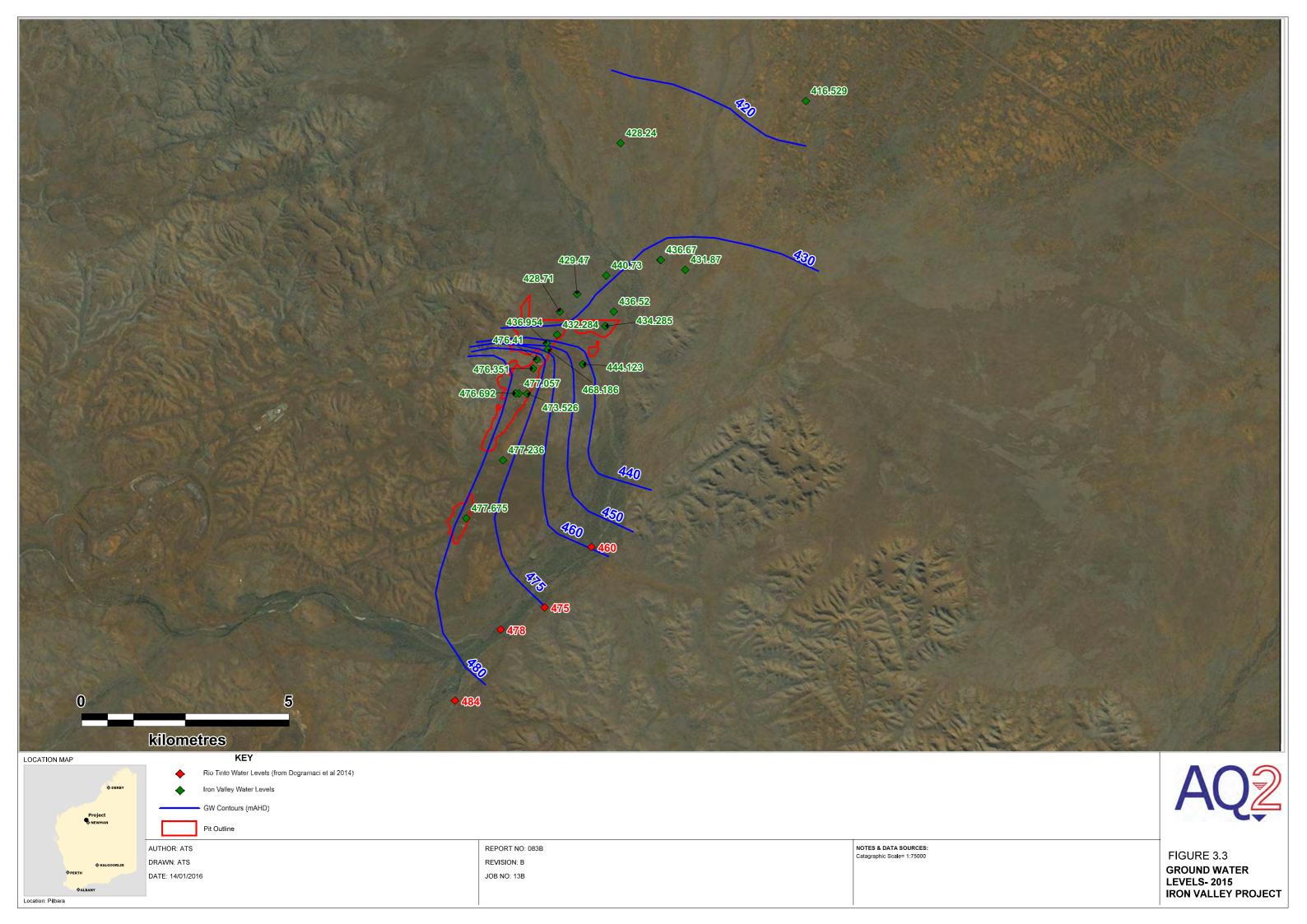


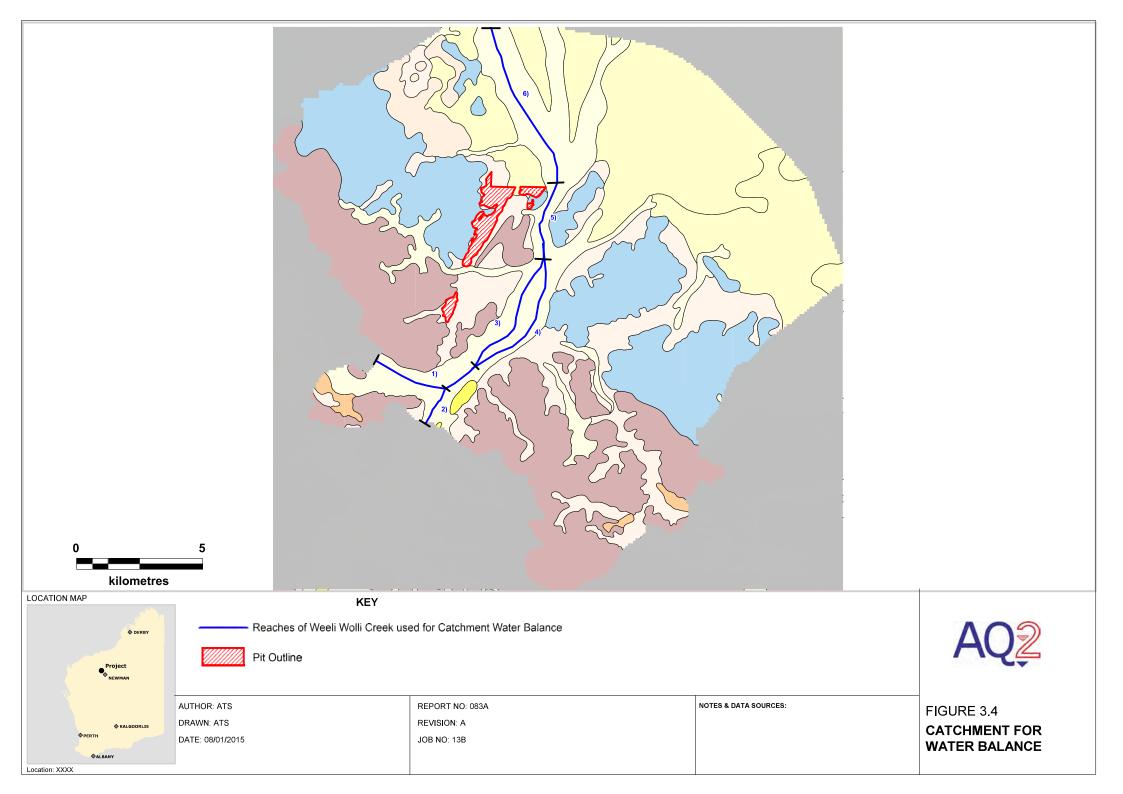


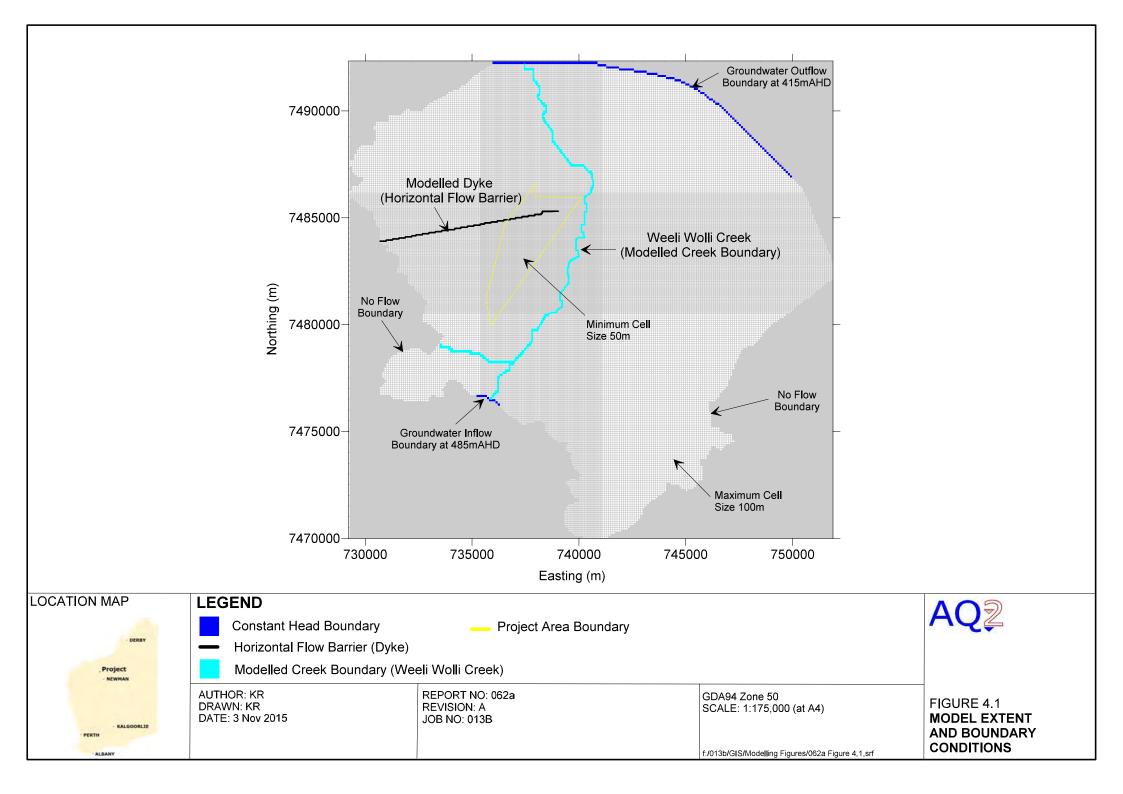


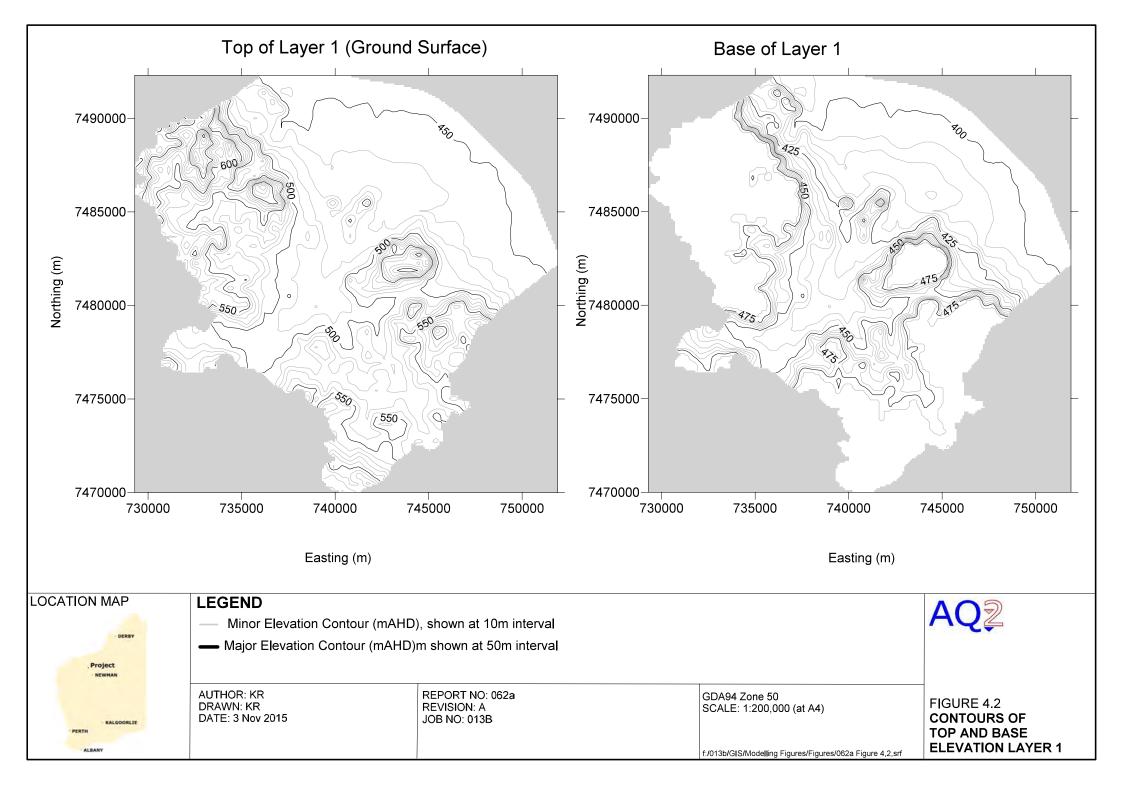


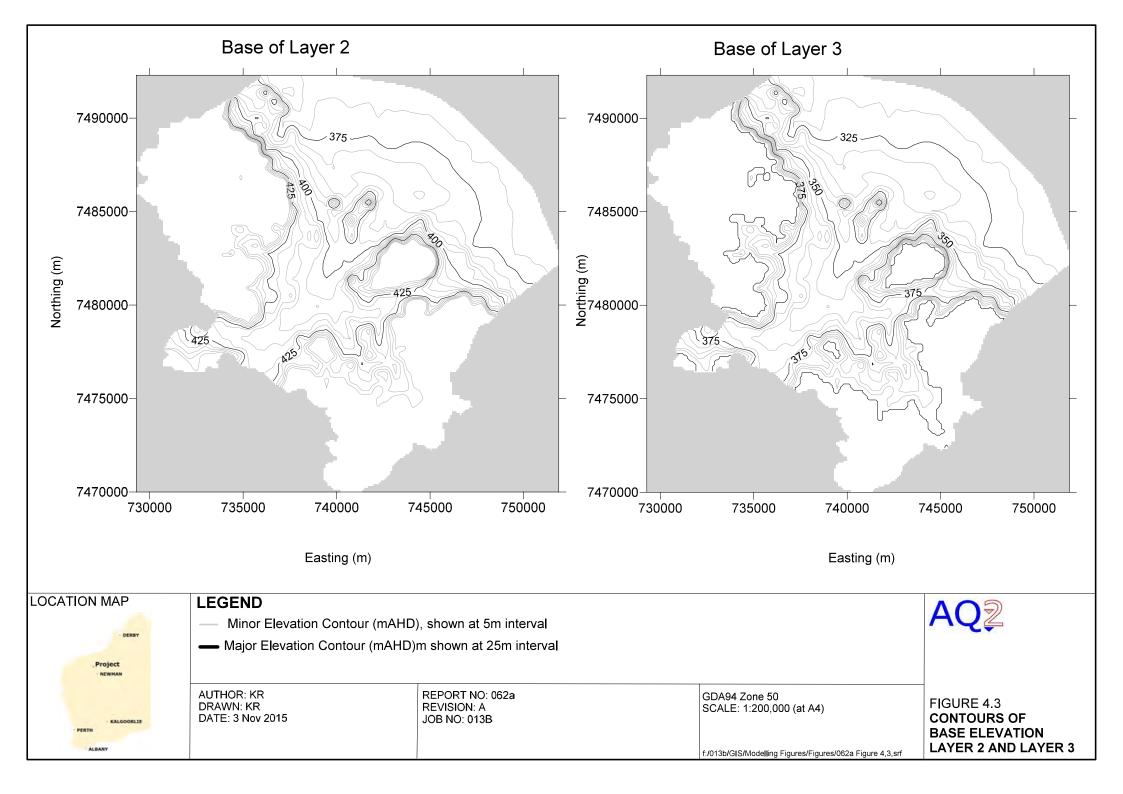












Appendix B2 PMP Flood Modelling

SOILWATER CONSULTANTS

t: +61 08 9228 3060 f: +61 08 9228 3210 a: 45 Gladstone St, East Perth, WA 6004 e: admin@soilwatergroup.com

w: www.soilwatergroup.com

MEMO

TO:	Les Purves	COMPANY:	BC IRON			
FROM:	Sam Collins	PROJECT TITLE:	IRON VALLEY BWT HYDROLOGY			
DATE:	12 May 2016	PROJECT & DOCUMENT NO:	AQ2-001-01-04 001			
SUBJECT:	SJECT: Iron Valley BWT Catchment C14 – Flood Assessment					

Les.

Soilwater Consultants (SWC) have undertaken a desktop flood assessment for the C14 catchment area at the Iron Valley Project (IVP). The primary objectives of this study was to calculate the volume of a Probable Maximum Precipitation (PMP) event to allow modelling of a Probable Maximum Flood (PMF) event within the C14 creek line which intersects the proposed below water table (BWT) project plan Waste Rock Landform (WRL) footprint (Figure 1). This modelling has been undertaken so that the potential environmental impacts of such an event interacting with the WRL on either flank (southern and northern) of the creek line post closure can be understood.

This report is intended as an addendum to the Iron Valley BWT Hydrological Assessment Report (REF – AQ2-001-01-03) and utilises derived parameters from this work and previous surface water assessment conducted by URS (2012). This work contains an assessment of the local flow pathways over the project area including the local catchment of interest, labelled C14 within previous reports. This catchment has been determined utilising 2m contour coverage to be approximately 34 km2 in area, 10 km in length, with an average channel slope of approximately 0.005 m/m.

The primary creek channel contains the largest of the watercourses within the IVP mining lease. The primary surface water flows is approximately 20-30 m wide within the middle and lower catchment areas and is reasonably well defined throughout the length of the catchment. The flow catchment broadens at the end of the catchment, forming less well-defined and braided secondary channels where it enters the Weeli Wolli Creek floodplain.

1 PROBABLE MAXIMUM PRECIPITATION (PMP) ANALYSIS

The following equations were used to calculate total rainfall depths (mm) for the PMP events ranging in duration from 0.5-120 hrs, according to the GSDM and GTSMR methods (BOM, 2003; BOM, 2005):



PMP_{GDSM} = PMP_{Raw} x MAF x EAF

PMP_{GTSMR} = PMP_{Raw} x MAF x DAF x EAF

The following multiplication factors MAF, DAF and TAF/EAF were determined to be applicable for the Iron Valley Area:

- MAF = 0.86
- DAF = 1.0
- TAF/EAF = 1.0

The final PMP event depths calculated by the GSDM and GTSMR methods area summarised in Figures 2 and 3. Temporal distributions of the PMP depths were assigned according to each method to compile storm rainfall curves for each event which are available upon request.

2 PEAK FLOW ASSESSMENT

The expected peak flow rate within the creek channel passing between the two WRL structures was calculated for a range of PMP events. As peak flow prediction in remote areas is inherently uncertain, two different methods were used a modified Rational Method and a Runoff-Routing Model (RORB).

2.1 **RATIONAL METHOD**

This method employs probabilistic techniques to estimate the peak flow of selected Average Recurrence Interval (ARI) rainfalls intensities. The method was adapted for use with the PMP calculations by calculating the time of concentration for the catchment (tc = 2.1 hrs). Following this the average intensity of the calculated 2 hr duration PMP event were used with the Rational Method equations specific to the Pilbara region of Western Australia after Pilgrim (2003).

The resulting peak flow rate for the critical duration PMP event within the catchments was 4050 m³/s. By comparison, the 1:100-yr event flow calculated using the Rational Method was 500 m³/s.

2.2 **RUNOFF ROUTING MODEL (RORB)**

The RORB model applies a rainfall hyetograph corresponding to a given ARI rainfall event within a predefined catchment area. In this instance, it was set up as an "initial loss / continuing loss" model, in which an initial loss (IL = 20 mm) was subtracted from the beginning of the design rainfall event, and a continuing loss (CL = 5.0 mm/hr) was subtracted thereafter. All rainfall in excess of the losses was transmitted through the catchment as runoff.

Input parameters were adopted as recommended for the Pilbara region of Western Australia (Pilgrim, 2003) using the following model equation:

$$kc = 1.06 \times L^{0.87} \times Se^{-0.46}$$

Where;

kc = Catchment coefficient (3.72, dimensionless)

L = Length of main stream (10 km)

Se = Equal area slope (5.1 m/km)



Model runs were completed for the PMP events ranging from 5 minutes to 120 hours. The resulting set of flow hydrographs was examined to determine the event duration which produced the greatest peak flow rate for the catchment. The resulting peak flow rate for the critical duration PMP event in the main creek catchment was 3640 m³/s, and resulted from the 2 hr PMP storm.

Peak flow rates determined by runoff-routing methods are generally considered to be more reliable than regional methods, such as the Rational Method. Therefore the peak flow rate modelled in RORB was used as the input to the flood estimation procedure presented in the following section.

3 PROBABLE MAXIMUM FLOOD (PMF) ESTIMATION

The topographic contours were used to construct a digital elevation model (DEM) grid with a horizontal resolution of 2 m. The narrow area between the two WRL footprints is approximately 110 m wide, 1050 m long and drops approximately 10 m along the length of the channel. The topography in this area is relatively flat, with a slight depression within the centre of the channel. A series of cross-sections were created through the creek channel between the two WRL footprints which were then used as the basis for the creation of a trapezoidal cross-section which represents the generalised geometry of the creek channel; represented by a 30 metre-wide channel base, 1 m channel depth, and bank slopes 40 m wide with an angle of approximately 1.5° up to the base of each WRL. The WRL batters have been represented as 10 m high, with an 18° slope angle (Figure 4).

Manning's equation was used to assess the idealised channel. A Manning's "n" value of 0.038 (from URS, 2013) and channel slope of 0.01 m/m were used for the calculation. The resultant maximum channel capacity within the gap between the two WRLs defined by the creek channel and 'flood plain' area is 136 m³/s; approximately equivalent to the Rational Method estimate using the 1:10-yr peak flow event.

As the maximum peak flow volume calculated using the RORB model was 3640 m³/s, during these events (and ARI calculated rainfall events with intervals of 20 and above), the depth of water flow will exceed the channel and cause water to bank up against the batter slopes of the flanking WRLs. Using the above Manning's equation inputs and a throughput of 3460 m³/s, the maximum height modelled for the peak flood on the WRL slopes is 4.3 m, equating to the bottom 14 m of WRL slope length being inundated by flood water.

4 CONCLUSIONS

- The area between the two WRLs through which the majority of the C14 catchment will drain using the current BWT design is approximately 110 m wide, relatively flat in cross section with an overall slope angle downstream of 0.01 m/m.
- Creek flows greater than the 1:10-year peak flow (approximately 130 m³/s), are modelled to result in overtopping
 of the area between the two WRLs, resulting in flood water scouring the WRL batter slopes.
- The probable maximum flood (PMF) flow was estimated using RORB modelling to be 3640 m³/s. This volume of water will cause the flood water to cover the bottom 14 m of WRL slope length.



Should you have any queries regarding this report, please do not hesitate to contact us.

Yours sincerely,

Sam Collins

Senior Scientist

m: +61 (0)427 105 200 t: +61 8 9228 3060

e: Sam.Collins@soilwatergroup.com

References

BOM (2003). The Estimation of Probable Maximum Precipitation in Australia: Generalised Short-Duration Method. June 2003. Bureau of Meteorology. Australia.

BOM (2005). Guide to the Estimation of Probable Maximum Precipitation: Generalised Tropical Storm Method - Revised Version. September 2005. Bureau of Meteorology. Australia.

Pilgrim, D. H. (ed.) (2003). Australian Rainfall & Runoff - A Guide to Flood Estimation. Institution of Engineers Australia. Barton, ACT.

URS (2012). Iron Valley Project Surface Water Study. Unpublished report prepared for Iron Ore Holdings Ltd.



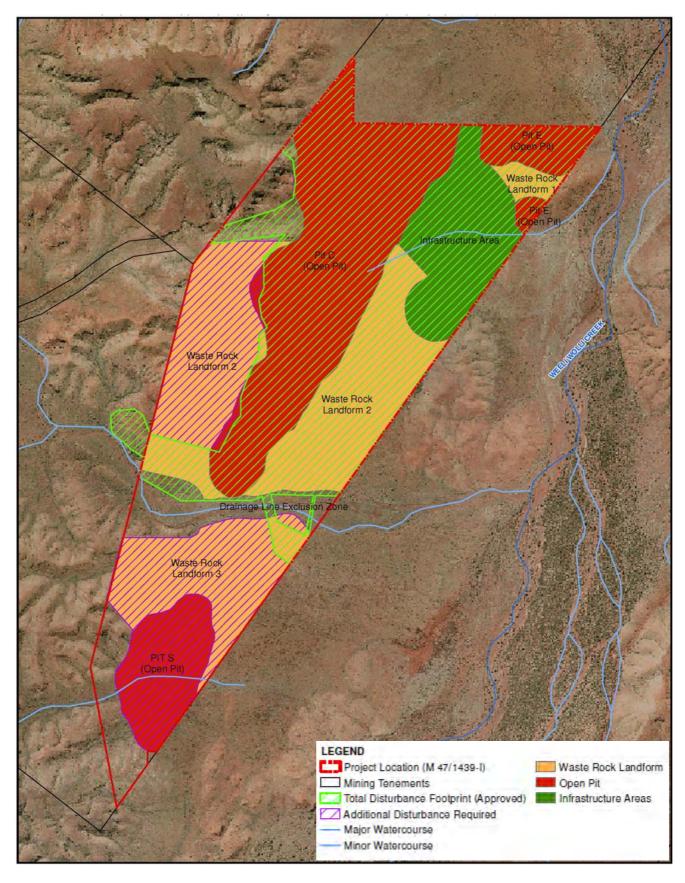
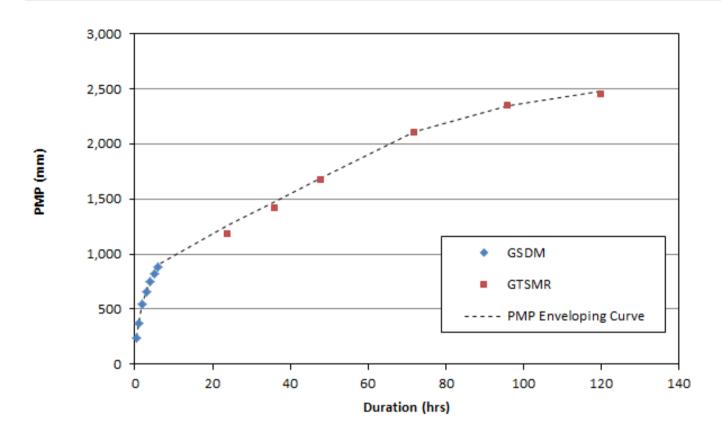


Figure 1: BWT IVP mine site layout





	Depth (mm)			
Duration (hrs)	GSDM (D _R)	GTSMR		
0.5	240	-		
1	370	1		
2	550	1		
3	660	1		
4	750	1		
5	820	1		
6	880	•		
24	-	1183		
36	-	1419		
48	-	1668		
72	-	2098		
96	-	2348		
120	-	2451		

Notes:

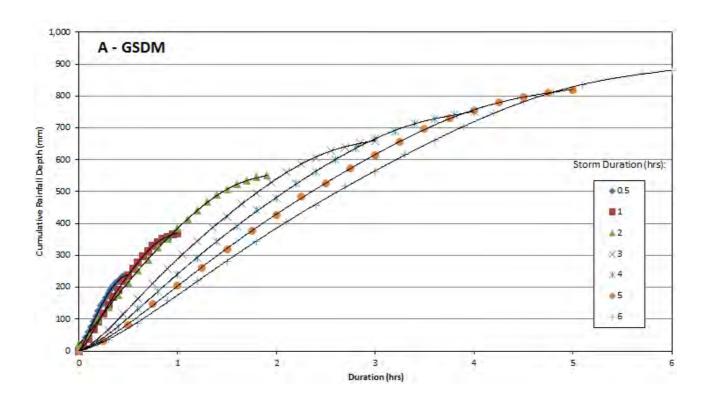
MAF = 0.86

DAF = 1.0

TAF/EAF = 1.0

Figure 2: Probable Maximum Precipitation (PMP) depths calculated for the Iron Valley Project area





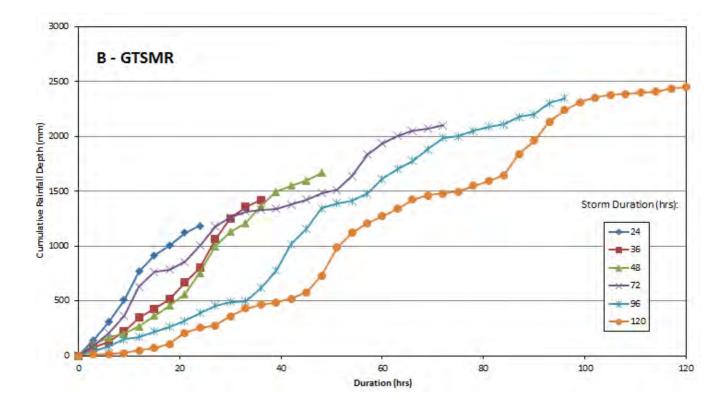
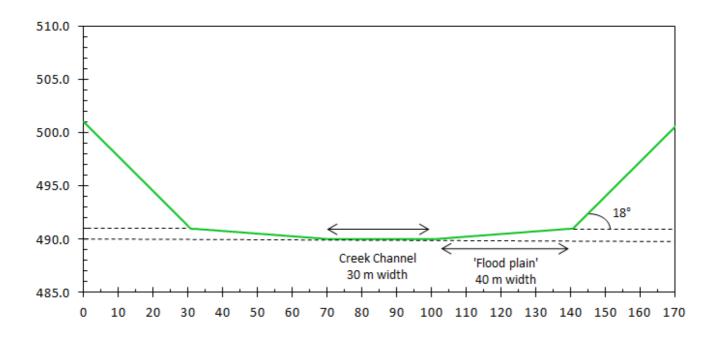


Figure 3: Cumulative rainfall pluviographs generated for IVP area PMP events





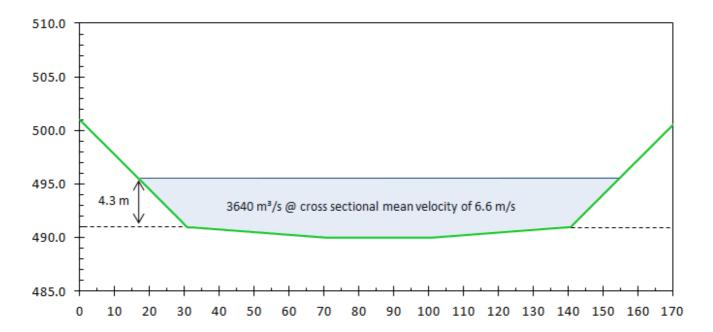


Figure 4: Representative trapezoidal cross-sections of the C14 catchment creek channel