Field Inspection Report -Pebble Copper/Gold Exploration Project-

Personnel: Patricia Bettis (ADNR/MLW) and Inspection Date: October 4, 2007 David Johnson (DEC) APMA No.: A076118 **Inspection Type** □ Wildlife Observed **Complete:** Bear: None observed. □ Partial: **Rig 3, 4, 6 & 9**. □ Caribou: None observed. □ Moose: None observed. **G** Follow-up: **Response to complaint:** □ Waterfowl: None observed. □ Fish: None observed. **Weather Conditions** • Other: Beaver dam, but no beavers Temperature: 40 f observed. □ Wind: gusts to 40 mph □ Precipitation and types: rain, snow at □ Water level Frying Pan Lake* higher elevation. □ Observed inflow: Yes ____ No ____ □ Visibility: fair-low clouds and □ Observed outflow: Yes ____ No ____ periodic precipitation. * Did not fly over Frying Pan Lake. Sky Conditions: Cloudy-ceiling □ Water level area ponds/lakes near Iliamna: estimated at 1500 AGL. Small lakes around Iliamna were observed to **Ground conditions:** wet from recent have low water levels.

Comments: At the time of inspection. **Rig Number** Status Moving to near drill hole 6339 to drill angle hole. 1 2 Recently moved top pull casing at drill hole 7373. 3 Currently drilling. 4 Currently drilling. 5 Currently drilling. 6 Standby. Waiting on parts. Current depth at approx. 1,867 feet. 7 Rig broke down. 8 Unknown. 9 Drilling geo-tech hole in potential tailing disposal area. Action Needed: Wells used as water sources need to be capped when not in use to prevent contamination of groundwater, e.g. Well No. 6347.

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Pebble Project Field Inspection October 4, 2007 Patricia Bettis and David Johnson

Well/Site No.: 7384						
Activity:		y: Drilling				
	Co	condition of Drilling Site				
		Distance from water body: 125 ft.				
		Location of fuel storage: On pad.				
		Sorbent Pads Present or Not: Yes.				
		Tundra Mat: Yes.				
		Pipe off Tundra: Yes.				
		Litter: None.				
		Spill Indications: None observed.				
		Activity: Drilling.				
		Trash Containment: Yes.				
		Sanitary Facilities: Yes.				
		Any spills or staining, or 'none' for that matter:				
		None.				
		General impression of site: Clean. No				
		disturbance to tundra other than sump pit				
		and trench.				
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-		lling Activity				
		Drill additives in use (list): NA.				
	_	Water discharged: Yes.				
		Water recirculation: No.				
		Artesian zone encountered: NA.				

D Sump Pit

- Location: Next to rig.
- Discharge trench: Yes. Approx. 6 inches deep and 10 inches wide.
- Dimension pit: Approx. 6 feet in depth, 2 to 5 feet in width.
- □ In use: Yes.
- Level of water in pit: **High.**

Rig	;: No. 4				
Ph	otograph(s) No.: 1				
Sur	np Pit Cont'd				
	Topsoil, muck, tundra stockpiled: Yes.				
	Location and extent of discharged material?				
	Discharge to secondary sump pit.				
	Location of secondary sump pit: SE of rig 6.				
	Hose color: White.				
Dri	ll Water Supply				
	Stream/Lake/Pond: Kettle Pond.				
	Location: NE ¹ /4NE ¹ /4 Sec. 27, T3S, R35W, S.M.				
	(see location map)				
	Adequate water flow and depth for fish passage				
	in streams? NA.				
	Evidence of significant impacts to riparian				
	vegetation or stream banks? There was no sign				
	of drawdown from water use from this lake.				
	No impact to stream bank observed.				
	Relative water level? High.				
	General impression of water body, i.e. clear,				
	turbid, tannic colored, etc.? Good. Clear				
	waters in shallow portions of lake. No				
	indication of pollution or sedimentation.				
	Intake structure: Screened cylinder.				
	Structure clear of debris: Yes				
	Mesh size: 0.25 inches.				
	Submerged: Yes.				
	Pump location to source: 25 feet.				
	Catch basin for fuel supply: Yes.				
	Catch basin devoid of rain water: Yes.				
	Sorbent Pads Present or Not: Yes.				
	Hose color: Yellow.				

Pebble Project Field Inspection October 4, 2007 Patricia Bettis and David Johnson

Well/Site No.: Activity:					
	Condition of Drilling Site				
		Distance from water body: Not measured			
		Location of fuel storage: On pad.			
		Sorbent Pads Present or Not: Yes.			
		Tundra Mat: Yes.			
		Pipe off Tundra: Pipes observed on tundra.			
		Litter: None.			
		Spill Indications: None observed.			
		Activity: Drilling.			
		Trash Containment: Yes.			
		Sanitary Facilities: Yes.			
		Any spills or staining, or 'none' for that matter:			
		None.			
		General impression of site: Site is wet, marshy.			
		Not as clean as site no. 7384. Water in fuel			
		containment catch basin.			
	Dri	lling Activity			
		Drill additives in use (list): NA.			
		Water discharged: Yes.			

- Water recirculation: No.
- $\hfill\square$ Artesian zone encountered: NA.

G Sump Pit

- Location: Next to rig.
- Discharge trench: Yes. Trench was flooded.
- Dimension pit: Pit was flooded
- □ In use: Yes.
- Level of water in pit: **High.**

Rig:		No. 3			
Pho	otograph(s) No.:	7, 8, 9			
Sur	np Pit Cont'd				
	Topsoil, muck, tundra	stockpiled: Yes.			
	Location and extent of	discharged material?			
	Discharged directly o	onto the tundra, north of			
	rig, see photograph no. 9.				
	Location of secondary	sump pit: None.			
	Hose color: White.				
Dri	ll Water Supply				
	Stream/Lake/Pond: St	tream.			
	D Location: Directly to southeast of rig (see				
	location map)				
	Adequate water flow a	nd depth for fish passage			
	in streams? Water tak	e point not observed.			
	Evidence of significan	t impacts to riparian			
	vegetation or stream ba	anks? NA.			
	Relative water level?	NA.			
	General impression of	f water body, i.e. clear,			
	turbid, tannic colored,	etc.? NA.			
	Intake structure: NA.				
	Structure clear of debr	is: NA.			
	Mesh size: NA.				
	Submerged: NA.				
	Pump location to source	ce: NA.			
	Catch basin for fuel su	pply: NA.			
	Catch basin devoid of	rain water: NA.			
	Sorbent Pads Present of	or Not: NA.			
	Hose color: Yellow.				

Well/Site No.:	7376	Rig:	No. 6
Activity:	Standby	Photograph(s) No.:	5
Location of	om water body: Approx. 230 feet. Fuel storage: On pad. ds Present or Not: Yes.	 Location of secon Secondary pit is 	ent of discharged material? NA. dary sump pit: To southwest. a natural hollow.
Pipe off Tu	ndra: Discarded pipes on tundra.	Hose color: Whi	te (not in use currently).
 Activity: C Trash Conta Sanitary Fa Any spills c None. General important 	served. tions: None observed. On standby waiting parts. ainment: Yes. cilities: Yes. or staining, or 'none' for that matter: pression of site: No disturbance to er than sump pit and trench.	 (see location map Adequate water finistreams? NA. Evidence of signification 	E ¹ /4 Sec. 27, T3S, R35W, S.M.
Water dischWater recir	y ves in use (list): NA. narged: NA. culation: NA. ne encountered: NA.	 higher than that photograph General impression 	on of water body, i.e. clear, ored, etc.? No indication of
and 10 incl Dimension	rench: Yes. Approx. 6 inches deep	 Intake structure: \$ Structure clear of Mesh size: NA. Submerged: Yes. Pump location to Catch basin for fu Catch basin devoi 	debris: NA. source: <50 feet.
Level of wa	ater in pit: Low.	Sorbent Pads Pres	

- Sorbent Pads Present or Not: Yes.
- Hose color: Yellow.

Abandoned Drill Site No.: 7359

Photograph(s) No.:

- □ Plugged: Yes.
- Cemented:
- □ Standing Pipe: Yes.
- **General Sump Pit Filled In: Yes.**
- □ Site Re-vegetated: Yes.
- Artesian Water Present: No.
- □ Any spills or staining, or 'none': None.

2

□ Trenches

- Number and description (depth & length, etc): Sump pit and trench filled in and reclaimed.
- □ Number of feet of trenches not reclaimed

Action Needed: Upper three feet of well casing should be removed to eliminate potential hazard threat.

- Abandoned Drill Site No.: 7369
 - Photograph(s) No.:
 - Delugged: Yes.
 - **C**emented:
 - □ Standing Pipe: No.
 - □ Sump Pit Filled In: Yes.
 - □ Site Re-vegetated: No.
 - □ Artesian Water Present: No.
 - □ Any spills or staining, or 'none': None.

4

- □ Trenches
 - Number and description (depth & length, etc): Sump pit and trench filled.
 - □ Number of feet of trenches not reclaimed

Action Needed: None. Reclamation of site just started..



Photograph No. 1: Drill Site No.7384 trench and sump pit.



Photograph No. 2: Drill Site 7359 with standing pipe left.



Photograph No. 3: Secondary sump pit (natural hallow) near Drill Site No. 7369.



Photograph No. 4: Drill Site No. 7369 Well casing cut off below ground. Reclamation work started.



Photograph No. 5: Drill Site No 7376 Note pipe and debris on tundra.



Photograph No. 6: Secondary sump pit (natural hollow) near Drill Site No. 6347 Note water level relative to vegetation.



Photograph No. 7: Drill Site No 7385 Note standing water in secondary fuel catchment basin.



Photograph No. 8: Drill Site No. 7385 Trench and sump pit system is inadequate owing to marshy conditions.



Photograph No. 9: Discharge of drilling water from Drill Site No. 7385 (rig 3) onto tundra.

