

Amendment Report

| Licence Number | L8934/2015/1 |
|----------------|---|
| | |
| Licensee | Big Bell Gold Operations Pty Ltd |
| ACN | 090 642 809 |
| | |
| File Number: | DER2015/002680 |
| | |
| Premises | Cue Gold Operations |
| | Mining Tenements M20/17, M20/99, M20/192, L20/21, L20/40, G20/1, G20/2, G20/3, L20/39, L20/41, L21/14, M20/252, M20/307, M20/333, M20/418, M20/435 and C20/41 |
| | G20/11 |
| | |
| Date of Report | 3/09/2020 |
| Decision | Amended licence |
| Decision | |

1. Definitions and interpretation

Definitions

In this Amendment Report, the terms in Table 1 have the meanings defined.

Table 1: Definitions

| Term | Definition |
|-------------------------------|--|
| AACR | Annual Audit Compliance Report |
| ACN | Australian Company Number |
| AER | Annual Environment Report |
| Amendment Report | refers to this document |
| Amendment Notice | means an amendment granted under s.59 of the EP Act in accordance with the procedure set out in s.59B of the EP Act |
| Category/ Categories/ Cat. | categories of Prescribed Premises as set out in Schedule 1 of the EP Regulations |
| CEO | means Chief Executive Officer. |
| | CEO for the purposes of notification means: Director General Department Administering the <i>Environmental Protection Act 1986</i> Locked Bag 10 JOONDALUP DC WA <u>info@dwer.wa.gov.au</u> |
| Delegated Officer | an officer under section 20 of the EP Act |
| Department | means the department established under section 35 of the <i>Public Sector</i> <i>Management Act 1994</i> and designated as responsible for the administration of Part V, Division 3 of the EP Act. |
| DWER | Department of Water and Environmental Regulation |
| EPA | Environmental Protection Authority |
| EP Act | Environmental Protection Act 1986 (WA) |
| EP Regulations | Environmental Protection Regulations 1987 (WA) |
| Existing Licence | The Licence issued under Part V, Division 3 of the EP Act and in force prior to the commencement of and during this Review |
| Licensee | Big Bell Gold Operations Pty Ltd |
| m³ | cubic metres |
| mtpa | million tonnes per annum |
| Noise Regulations | Environmental Protection (Noise) Regulations 1997 (WA) |

| Term | Definition |
|---------------------|--|
| Occupier | has the same meaning given to that term under the EP Act. |
| Prescribed Premises | has the same meaning given to that term under the EP Act. |
| Premises | refers to the premises to which this Amendment Report applies, as specified at the front of this Amendment Report. |
| Revised Licence | the amended Licence issued under Part V, Division 3 of the EP Act, with changes that correspond to the assessment outlined in this Amendment Report. |
| Risk Event | as described in Guidance Statement: Risk Assessment |
| UDR | Environmental Protection (Unauthorised Discharges) Regulations 2004 (WA) |

2. Amendment Description

The following guidance statements have informed the assessment and decision outlined in this Amendment Report.

- Guidance Statement: Regulatory Principles (July 2015)
- Guidance Statement: Setting Conditions (October 2015)
- Guidance Statement: Risk Assessment (February 2017)
- Guidance Statement: Environmental Siting (November 2016)
- Guideline: Decision Making. Department of Water and Environment Regulation, Perth, June 2019

2.1. Purpose and scope of assessment

On 15 May 2020, the Licensee applied to amend the Cue Gold Operations (formerly known as Central Murchison Gold Project – Big Bell) Licence L8934/2015/1 (Licence). The Licensee has requested the following changes to the Licence:

Dewatering of mined pits with discharge to other pits and to Lake Austin

To allow the mining of ore at the Premises, the Licensee plans to transfer water between mined pits located in the north and south Cuddingwarra Project areas (areas located at the Premises). Additionally, some of the dewatering water will be pumped to Lake Austin for disposal and to standpipes for use as dust suppression at the Premises.

The Existing Licence allows for a total of 5,324,556 tonnes of dewatering effluent to be discharge to the environment each year. The total is a combination of 3,500,000 tonnes of dewatering effluent from the Big Bell Project area and 1,824,556 tonnes per year from the Cuddingwarra Project area (Black Swan South pit). However, discharge from the Big Bell Project area to Lake Austin ceased approximately 18 months ago, with discharge currently only occurring to the Shocker/1600 pit located at Big Bell Project area. Additionally, the applicant has advised that mining of the Black Swan underground has not occurred and therefore no dewatering with discharge to Lake Austin has been required.

The Licensee has advised that dewatering discharge to Lake Austin from the Big Bell Project area will not occur while dewatering activities are occurring at the Cuddingwarra Project area. As a result, the Licensee has not applied to increase the total volume of dewatering effluent permitted to be discharged to the environment. The Licensee has also advised that the

dewatering operations will consist of discharge between pits with storage to occur in some of those pits, with discharge to Lake Austin expected to be substantially less than the volumes permitted in the Licence. The Licensee expects a total 2,485,000 m³ of dewatering effluent will be discharged to Lake Austin in the first year, with a maximum volume of 1,460,000 m³ expected in subsequent years which is substantially less than the maximum volume of 5,324,556 tonnes currently allowed in the Existing Licence.

Table 2 below provides the proposed water balance for the dewatering activities that will be undertaken at the Cuddingwarra Project area.

| | Planne | d Use | | Current | Capacity (m3) | | |
|------------------------------|--------|----------|----------------------------|--------------------------------------|---------------|----------|--|
| Pit | Source | Receiver | Purpose | Volume / Projected Inflow (m3) | Current | Proposed | |
| City of Chester Central | 1 | 1 | Dewatering | 62,387 | 138,320 | 283,421 | |
| City of Chester NW | 1 | 1 | Dewatering / Storage | 102,879 | 219,382 | 284,622 | |
| City of Chester South | √ | 1 | Dewatering | 25,265 | 67,852 | 166,725 | |
| City of Chester 3850 | 4 | × | Dewatering | 39,000 | 0 | 45,395 | |
| City of Chester 3975 | 1 | × | Dewatering | 36,000 | 0 | 51,487 | |
| City of Chester 4050 | √ | × | Dewatering | 20,000* | 0 | 26,529 | |
| Jims Find | 1 | 1 | Dewatering / Storage | 177,000 | 0 | 846,463 | |
| Coventry South | 1 | 1 | Dewatering / Storage | 80,000* | 0 | 224,379 | |
| Coventry | 1 | × | Dewatering | 12,000 | 0 | 70,188 | |
| City of Sydney | 1 | × | Dewatering | 700 | 0 | 24,281 | |
| Fleece Pool | 4 | × | Dewatering | 19,000 | 0 | 275,362 | |
| Golden Gate | 1 | 1 | Storage | 352,368 | 1,692,125 | - | |
| Black Swan | 1 | 4 | Storage / Dust Suppression | 420,174 | 2,049,203 | - | |
| Rheingold | 1 | × | Dewatering | 1,159,837 | 4,068,758 | - | |
| Rheingold South | 1 | 1 | Storage | 94,866 | 601,289 | - | |
| Black Swan South 1 | × | 4 | Storage / Dust Suppression | 0 | Unknown | - | |
| Black Swan South 2/3 | 1 | × | Dewatering | 1,754,554 | 7,017,842 | - | |
| Black Swan South 4 | × | 4 | Storage | 0 | Unknown | - | |
| Lady Rosie | 1 | × | Dewatering | 23,000 | 364,009 | - | |
| South Victory | 1 | × | Dewatering | 6,000 | 302,924 | - | |
| Black Swan South 5 | 1 | 1 | Storage | 118,427 | 590,811 | - | |
| Black Swan South 5 Junior | × | 4 | Storage | 0 | Unknown | - | |
| Chieftain Central | 1 | × | Dust Suppression | 163,733 | 573,202 | - | |

Table 2: Cuddingwarra Project dewatering water balance

Figures 1 and 2 below provide the layout of the proposed dewatering of the Cuddingwarra North and South pits and dewatering infrastructure, along with the direction of flow.



Figure 1: Cuddingwarra North dewatering infrastructure



Figure 2: Cuddingwarra South dewatering infrastructure

The Golden Gate pit will receive water from dewatering of the northern pits shown above. Water will initially be transferred amongst these pits in the northern area to facilitate mining, with temporary storage occurring in some of the pits. A total of 683,000 tonnes of water will be dewatered from the northern pits and stored in the Golden Gate pit which has an available capacity of 1,350,000 tonnes. From the Golden Gate pit water will be transferred to the Black Swan pit then to the Transfer Dam (Dam) prior to discharge to Lake Austin. Water will be pumped from the Black Swan pit for dust suppression use at the Premises or to the Black Swan South 1 pit for storage and dust suppression.

In the Cuddingwarra South area:

- Dewatering of the Black Swan South pit (shown as Black Swan South 2/3 above) with discharge to Lake Austin (as approved in the Existing Licence);
- Rheingold pit water will be discharged into the Rheingold South pit before being pumped to the Dam prior to discharge to Lake Austin; and
- Lady Rosie and South Victory pit water will discharged into either the Black Swan South 5 or Black Swan South 5 Junior for storage and use for dust suppression. Water from the Chieftain pit will be pumped for dust suppression. No discharge to Lake Austin will occur from the dewatering of these pits.

The discharge to Lake Austin will only commence once the dewatering of the Black Swan South and Rheingold pits occurs. The Licensee expects only one pit will be dewatered at a time.

An expected 1,755,000 m³ of water will be discharged to Lake Austin in the first 6 months followed by a steady state volume of 4,000 m³ per day (730,000 m³ over 6 months) to maintain dry pits for mining.

The Licensee plans to manage suspended solids in discharge waters to Lake Austin through the following methods:

- Rheingold South pit This pit will receive dewatered water from the Rheingold and Black Swan South 2/3 pits to settle solids prior to transferring of the water to the Dam.
- Black Swan South 5 pit This pit will receive dewatered water from the Lady Rosie and South Victory pits to settle solids prior to transferring of the water to the Dam.
- Dam The Dam will also assist in settling suspended solids prior to discharge to Lake Austin. The dam will have a capacity of 8,910 m³ and be designed to facilitate a retention time of 32 hours. A minimum freeboard of 300 mm will be maintained and will be fitted with level sensors to prevent overflowing. The dam will be lined with HDPE to achieve a permeability of 2 x 10⁻¹⁰ m/s.

The dewatering pipeline corridors are shown in Figures 1 and 2 above. All additional pipelines will replicate existing dewatering pipelines at the Premises and will be fitted with a leak detection system or inspected daily to identify and rectify any leaks. If a leak detection system is not installed, the pipeline will be bunded within an adequately sized v-drain to contain leaks should the pipeline fail.

Burial of used tyres at the Big Bell Underground Waste Rock Landform

The Licensee plans to bury used tyres at the Big Bell Underground Waste Rock Landform (WRL). The Licensee expects to bury up to 400 light vehicle and 110 heavy vehicle tyres each year at the WRL. The used tyres will be buried in accordance with the requirements of Part 6 of the EP Regulations.

The Licensee has also requested the inclusion of additional mining tenements as part of the Premises description.

2.2. Consolidation of Licence

As part of this amendment package, DWER has also consolidated the licence by incorporating changes made under the following Amendment Notices:

- Amendment Notice 1 granted 19 December 2018:
 - Increase the throughput for Category 6 to 5,324,556 tpa.
 - New construction conditions for dewatering infrastructure.
 - Changes to the dewatering discharge to Lake Austin monitoring program.
 - Undertake a gap analysis and review within 6 months from the commencement of dewatering of the Black Swan South pit,
 - Updated Premises map to show the new mining tenements.
 - Remove redundant conditions and administrative changes.
- Amendment Notice 2 granted 19 February 2019:
 - Included new categories 64 (Putrescible landfill) and 85 (sewage facility).
 - Construction conditions for new infrastructure associated with the putrescible landfill and sewage facility.
 - Putrescible landfill management conditions.
 - Inspection and reporting requirements for operating the sewage facility.
 - Conditions for monitoring emissions from the sewage facility.
 - Update to maps showing location of new infrastructure.

The obligations of the Licensee have not changed in consolidating the licence. DWER has not undertaken any additional risk assessment of the Premises related to the previous Amendment Notices.

The previously issued Amendment Notice's will remain on the DWER website for future reference and will act as a record of DWER's decision making.

3. Other approvals

The Licensee has provided the following information relating to other approvals as outlined in Table 2.

Table 2: Relevant approvals

| Legislation | Number | Approval | | |
|---------------------|------------------|--|--|--|
| Rights in Water and | Groundwater Well | Abstraction of groundwater for mining | | |
| Act 1914 (RIWI Act) | (GWL) 176056(3) | | | |
| Mining Act 1978 | REG ID 37098 | Big Bell and Day Dawn dewatering. | | |
| | - | Mining proposal application for the Cuddingwarra Project area currently under review by DMIRS. | | |

4. Location and receptors

Table 3 below lists the relevant sensitive land uses in the vicinity of the Prescribed Premises which may be receptors relevant to the proposed amendment.

Table 3: Receptors and distance from activity boundary

| Residential and sensitive premises | Distance from Prescribed Premises |
|------------------------------------|--|
| Cuddingwarra (abandoned town) | 1 km west of the mining infrastructure and located within the Premises boundary. The Cuddingwarra townsite is gazette only and no local government infrastructure remains. |
| , , | Screened out for receptors. |

Table 4 below lists the relevant environmental receptors in the vicinity of the Prescribed Premises which may be receptors relevant to the proposed amendment.

| Environmental receptors | Distance from Prescribed Premises | | | | | |
|--|--|--|--|--|--|--|
| Lake Austin | A regional significant salt lake system that supports micro-organisms which form a food source for various bird species. Lake Austin is an ephemeral lake that represents the terminal point of an internally draining basin in the Murchison River catchment, with surface and groundwater flows draining centrally into the lake. Surface runoff is sourced from three main creeks that drain the Weld Ranges to the north. However, these are active only during rainfall, with the lake usually dry for lengthy periods. | | | | | |
| | The lake consists of a long stretch of playa (approximately 75km in length and up to 20km wide) that is dominated by sandy islands. The centre of the lake is bisected by the Great Northern Highway, with bathymetry ranging from 0.5m to 2.0m depth and a flat basin, with surveys not detecting any slope of the lake floor. The Licensee has estimated the total surface area of the lake, excluding islands, as 444km ² and 773km ² including islands. | | | | | |
| Groundwater | Groundwater levels range from about 3 to 26 metres below ground level. The | | | | | |
| | The TDS of the groundwater in the Cuddingwarra mine area ranges between 65,000 to 157,000 mg/L. Higher salt levels are related to proximity to the Lake Austin salt lake system and paleochannel, with sodium and chloride being the dominant ions. The Groundwater at Lake Austin is reported as being more hypersaline at up to 200,000mg/L TDS. | | | | | |
| Water reserve | Water reserve (No. 2638) which is vested in DWER occurs in the vicinity of the Golden Gate Pit. However, DWER has indicated the intention of relinquishing it as it is no longer considered a suitable water source. | | | | | |
| Parks and Wildlife Managed Lands and Waters | The water disposal site of Lake Austin is a former pastoral lease that is now unallocated crown land that has been proposed for addition to the conservation estate. | | | | | |
| Threatened Ecological Communities and Priority Ecological Communities | The existing dewatering pipeline route passes through the buffer zone of a priority 1 Threatened Ecological Community (TEC). A second priority 1 TEC lies less than 1km north of the existing Cuddingwarra mine, however, this is not near the pipeline. | | | | | |
| | Vegetation onsite is highly disturbed due to mining operations. | | | | | |
| | No sensitive vegetation onsite (therefore screened out as a receptor onsite). | | | | | |

 Table 4: Environmental receptors and distance from activity boundary

5. Risk assessment

The table identifies whether the emissions present a material risk to public health or the environment, requiring regulatory controls.

| Table 5: Risk assessment for | proposed amendments during construction | on and operation |
|------------------------------|---|------------------|
| | | |

| Risk Event | | | | | | | | | |
|----------------------|---|---|---|---|--|--|---|-------------------|--|
| Source/Activit | ies* | Potential emissionsPotential receptorsPot pat | | Potential pathway | Potential adverse impacts Consequenc e rating ¹ | | Likelihood rating ¹ | Risk ¹ | Reasoning |
| | Construction/ installation of dewatering pipelines | Dust | Vegetation | Transport through air | Reduction in vegetation health due to smothering | Slight | Unlikely | Low | The premises is highly disturbed with minimal to no vegetation present. |
| | Discharge of dewatering effluent between mined pits | Discharge of dewatering effluent into mined pits | Groundwater | Direct interaction with groundwater | Change in water chemistry of groundwater | Slight Only minimal onsite impacts. No offsite impacts | Unlikely This risk event will probably not occur in most circumstances | Low | The pits are of similar water quality as shown in results conducted in March 2020 (see Table 6 below). |
| Cat. 6 Dewatering | | Discharge of dewatering effluent to land due to overtopping of pits and the Dam | Surrounding land (TEC) | Sheet-flow due to overtopping of the mined pit embankment or Dam wall | Changes to salinity levels in surrounding soils impacting health and survival of flora and fauna | Moderate Mid-level onsite impacts | Unlikely This risk event will probably not occur in most circumstances | Medium | Licensee proposes to maintain water levels in the pits at a minimum of 5 metres below ground level. Dam fitted with level sensors to prevent overtopping. Daily inspections conducted to assess freeboard. Can be managed by updates to existing regulatory controls in licence |
| | Discharge of dewatering effluent to | Discharge of mine water to surface water | Lake Austin and riparian ecosystems | Direct discharge | Disruption of normal ecosystem | Minor | Possible | Medium | Refer to detailed risk assessment (risk event 1) in Section 6 below. |

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| Risk Event | | | | | | | | | |
|--------------------|---|-----------------------------------|---------------------|-------------------|--|--|--|-------------------|--|
| Source/Activities* | | Potential emissions | Potential receptors | Potential pathway | Potential adverse impacts | Consequenc e rating ¹ | Likelihood rating ¹ | Risk ¹ | Reasoning |
| | Lake Austin from additional mined pits | Discharge of | Soils | Direct | function Reduction in diversity/ change in species composition Changes to salinity levels impacting health and survival of flora and fauna Potential eutrophication Sedimentation | Moderate | Possible | Medium | The Licensee proposes |
| | rupture | dewatering effluent to land | TEC | discharge | salinity causing disruption of normal ecosystem function Increased salinity of groundwater | The pipeline route passes through the buffer zone of a priority 1 TEC | This event could occur at sometime | Medium | The Licensee proposes the following strategies: All pipelines will be fitted with a leak detection system or inspected daily to identify and rectify any leaks; and If leak a leak detection system is not installed, the pipeline will be bunded within an adequately sized v-drain to contain leaks should the pipeline fail. Can be managed by existing licence conditions. |

| Risk Event | | | | | | | | | |
|--|--|--------------------------------------|----------------------|------------------------------|---|---|------|-------------------|---|
| Source/Activities* | | Potential Potential receptors | | Potential pathway impacts | | Consequenc Likelihood rating ¹ | | Risk ¹ | Reasoning |
| Cat. 64 Inert Waste Type 2 Iandfill | | Contaminated run-off from fire | Surrounding soils | Sheet flow | Contamination of surrounding soils and impacts on surrounding vegetation | Minor | Rare | Low | Any runoff from an accidental used tyre fire is expected to remain within the footprint of the WRL Existing conditions adequate. No additional regulatory controls are required to mitigate this risk. |

Note 1: Consequence ratings, likelihood ratings and risk descriptions are detailed in the Department's Guidance Statement: Risk Assessments (February 2017)

6. Detailed Risk Assessment

1. Risk Event: Discharge of dewatering effluent into Lake Austin

Description of Risk Event

Dewatering of groundwater at the Cuddingwarra Project area to allow mining of ore with discharge to Lake Austin.

The Existing Licence regulates the dewatering of the underground mine at the Big Bell Project area and the Black Swan South 2/3 pit (also referred to as Black Swan South) located at the Cuddingwarra Project area. The discharge of the dewatering effluent from the Big Bell Project area is into mined pits and Lake Austin, and the dewatering discharge from the Black Swan South 2/3 pit is to Lake Austin. The Licensee now proposes to dewater additional mined pits located at the Cuddingwarra Project area with discharge also to Lake Austin at the existing discharge location.

The Licensee has advised that dewatering discharge to Lake Austin from the Big Bell Project area ceased in January 2019. The Licensee has also advised that the discharge from the Big Bell Project area to Lake Austin will not recommence while dewatering of the Cuddingwarra Project area to Lake Austin is in operation.

Identification and general characterisation of emission

The Licensee proposes to dewater pit lakes from existing mined pits at the Cuddingwarra Project area. The Licensee also proposes to dewater newly constructed mined pits. Table 6 below presents results from sampling of existing pit waters in March 2020. The pits are mined below the water table and therefore represent the quality of the groundwater in that area. Consequently, dewatering of newly constructed pits below the water table are expected to have similar water chemistry to the existing mined pits.

The groundwater at Cuddingwarra has a neutral pH and is hypersaline (approximately 97,000 to 130,000 mg/L TDS) with dominant sodium chloride ions. The higher salinity is related to proximity to the Lake Austin salt lake system and paleochannel, with sodium and chloride being the dominant ions.

Nitrate concentrations in the proposed discharge waters are high, however the concentrations are at similar levels observed in the existing discharge waters to Lake Austin as regulated in the Existing Licence. Similarly, ions and metal concentrations in the proposed discharge waters are shown to have minimal variation to the concentrations observed in the existing discharge waters to Lake Austin.

| Sample ID | Units | Black Swan 2/3 | Black Swan | Chieftain Central | Chieftain South | City of Chester Central | City of Chester NW | City of Chester South | Rheingold | Golden Gate | Lake Austin min | Lake Austin med | Lake Austin max |
|-----------------|------------|-------------------|------------|----------------------|--------------------|-------------------------------|-----------------------|-----------------------------|------------|-------------|--------------------|--------------------|--------------------|
| Date | | 30/03/2020 | 1/04/2020 | 1/04/2020 | 1/04/2020 | 30/03/2020 | 30/03/2020 | 30/03/2020 | 30/03/2020 | 31/03/2020 | 1997-2017 | 1997-2017 | 1997-2017 |
| Ca | mg/L | 640 | 620 | 430 | 450 | 660 | 780 | 710 | 810 | 580 | 70 | 1100 | 11000 |
| Mg | mg/L | 6600 | 7700 | 11000 | 12000 | 8100 | 6300 | 6100 | 5800 | 8600 | 51 | 1320 | 7200 |
| Na | mg/L | 45000 | 51000 | 72000 | 67000 | 41000 | 33000 | 37000 | 34000 | 52000 | 350 | 16650 | 87000 |
| к | mg/L | 1300 | 1700 | 2300 | 2000 | 1800 | 1400 | 1700 | 850 | 1800 | 16 | 670 | 2700 |
| HCO3 | mg/L | 310 | 350 | 350 | 330 | 510 | 450 | 410 | 310 | 420 | 18 | 225 | 260 |
| SO4 | mg/L | 24000 | 26000 | 36000 | 33000 | 26000 | 22000 | 25000 | 19000 | 28000 | 170 | 4510 | 16000 |
| CI | mg/L | 95000 | 100000 | 140000 | 140000 | 87000 | 69000 | 73000 | 70000 | 110000 | 980 | 37000 | 161000 |
| TDS | mg/L | 118365 | 115765 | 130195 | 128856 | 113035 | 97175 | 101790 | 98121 | 117716 | 2300 | 65400 | 325000 |
| EC | µS/cm | 182095 | 178100 | 200203 | 156616 | 173885 | 149458 | 156616 | 151390 | 181068 | 3700 | 62900 | 480000 |
| рН | pН | 7.8 | 7.7 | 7.5 | 7.6 | 7.7 | 7.8 | 7.8 | 7.9 | 7.7 | 7.45 | 7.95 | 9.75 |
| CO3 | mg/L | <1 | <1 | <1 | <1 | <1 | <1 | <1 | <1 | <1 | 1 | 1 | 18 |
| NO ₃ | mg/L | 79 | 100 | 100 | 110 | 220 | 160 | 12 | 76 | 87 | 1 | 38 | 130 |
| AI | mg/L | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | 0.005 | 0.039 | 0.24 |
| Cd | mg/L | 0.017 | <0.01 | 0.032 | <0.01 | <0.01 | <0.01 | <0.01 | 0.015 | <0.01 | 0.004 | 0.004 | 0.004 |
| Cr | mg/L | <0.1 | 0.12 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | 0.002 | 0.008 | 0.135 |
| Cu | mg/L | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | 0.001 | 0.014 | 0.039 |
| Fe | mg/L | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | 0.02 | 0.8 | 99 |
| Mn | mg/L | <0.1 | <0.1 | 0.11 | 0.15 | <0.1 | <0.1 | <0.1 | <0.1 | 0.3 | 0.011 | 0.46 | 2.9 |
| Ni | mg/L | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | 0.15 | <0.1 | 0.018 | 0.018 | 0.018 |
| Zn | mg/L | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | <0.5 | 0.02 | 0.02 | 0.18 |
| Pb | mg/L | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | 0.2 | 0.2 | 0.2 |
| N | mg/L | 20 | 24 | 26 | 29 | 54 | 38 | 5.2 | 19 | 21 | 0.6 | 2 | 4.2 |
| Alkalinity | mg CaCO3/L | 250 | 290 | 290 | 270 | 420 | 370 | 340 | 250 | 340 | | | |
| F | mg/L | <2 | <2 | <2 | <2 | <2 | <2 | <2 | <2 | <2 | | | |
| NO2 | mg/L | 0.8 | 0.7 | 4.4 | 3.7 | 4.2 | 1.2 | 0.9 | 0.5 | 1.5 | | | |
| Hardness | mg CaCO₃/L | 29000 | 33000 | 46000 | 50000 | 35000 | 28000 | 27000 | 26000 | 37000 | 2430 | 6470 | 21000 |
| As | mg/L | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.001 | <0.001 | <0.001 |
| Co | mg/L | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | <0.1 | | | |
| Se | mg/L | <0.1 | <0.1 | <0.1 | <0.1 | 0.18 | <0.1 | <0.1 | <0.1 | <0.1 | <0.002 | <0.002 | <0.002 |
| Acidity | mg CaCO₃/L | 72 | 96 | 140 | 130 | 150 | 99 | 110 | 53 | 110 | | | |
| P | mg/L | <0.02 | <0.2 | <0.2 | <0.2 | <0.02 | <0.02 | <0.02 | <0.02 | <0.2 | 0.25 | 0.25 | 0.25 |
| Mo | mg/L | <0.1 | <0.5 | <0.5 | <0.5 | <0.1 | <0.1 | 0.48 | <0.1 | <0.5 | | | |
| Hg | mg/L | <0.00005 | 0.00009 | <0.00005 | <0.00005 | 0.00009 | <0.00005 | <0.00005 | 0.00014 | <0.00005 | <0.00005 | <0.00005 | <0.00005 |
| Si | mg/L | 6.3 | 6.4 | 4.7 | 5.7 | 12 | 24 | 16 | 13 | 5.1 | | | |

 Table 6: Comparison of Water Quality in the Black Swan South 2/3 pit with other pits (new source pits)

Description of the receiving environment

The location of the discharge point to Lake Austin as approved in the Existing Licence will remain unchanged. A detailed description of the receiving environment at the discharge location is provided in Amendment Notice 1 (19 December 2018) which is available at www.dwer.wa.gov.au.

Description of potential impacts from the emission

A detailed assessment on the potential impacts from discharging dewatering effluent to Lake Austin was provided in Amendment Notice 1. The assessment determined the following main points:

- Research on closed saline-water systems indicates that selenium and mercury are the contaminants of principal concern in these systems due to the ability of these elements to be biomagnified in food webs that typically develop under conditions where there are high evaporation rates;
- Closed saline-water systems such as the discharge area in Lake Austin generally contain algae, brine shrimp, aquatic insects and insect larvae which form a food source for various bird species including migratory. The trophic transfer of selenium and mercury in this food web has the potential to affect bird populations through impacts on developing embryos in eggs. The principal environmental receptors for these elements are therefore birds rather than toxicity to organisms in the water column (which is assumed in the ANZECC guidelines). This means that criteria for mercury and selenium levels in water and in biomass in the water body must be developed at a sufficiently low level to ensure bird populations are protected, even if the concentrations in the water column appear to be harmless to aquatic organisms.
- At the time of the original assessment, there was no information available on the concentration of mercury and selenium in the dewatering discharge water from the Black Swan South 2/3 pit to Lake Austin. Therefore, conditions were imposed requiring the Licensee undertakes sampling of the dewatering waters, prior to discharge commencing, in order to determine the concentrations of selenium and mercury.

The Licensee in March 2020 undertook sampling of the waters contained within the Black Swan South 2/3 pit, and the other pits requiring dewatering at the Cuddingwarra Project area. The results from the sampling program, which includes the concentrations for selenium and mercury, are presented in Table 6 above.

In determining if the risk to the environment will change with the introduction of additional dewatering sources, a comparison between the current dewatering effluent quality from the Black Swan South 2/3 pit to Lake Austin, with the proposed dewatering effluent quality of the additional mined pits to Lake Austin is required. As identified in Table 6 above, the water sampling results indicate there is minimal variation in water chemistry between the current approved dewatering source (Black Swan South 2/3 pit) and the other pits with exception of the following:

- Nickel concentrations were slightly higher at the Rheingold pit however the concentration level is still considered low;
- Selenium concentrations were higher at the City of Chester Central pit, however the concentration level is considered low and the dewatered water will be discharged into the Golden Gate pit initially, which then is discharged into the Black Swan pit, then to Lake Austin resulting in a high dilution factor. The concentration level of selenium in all other pits was below the level of detection; and
- Mercury concentrations were found to be higher at the Black Swan, City of Chester

Central and Rheingold pits when compared with the Black Swan South 2/3 pit, however the concentration levels are still considered low level (0.00009 to 0.00014 mg/L).

Licensee controls and monitoring

The Licensee controls for dewatering discharge to Lake Austin were applied as conditions in the Existing Licence. No changes to the discharge infrastructure at Lake Austin is proposed therefore these controls remain unchanged.

The Licence Holder proposes the following monitoring program after the recommencement of dewatering activities:

- Monthly recording of the water drawn from the Cuddingwarra pits and the volumes discharged to Lake Austin;
- Quarterly field sampling for pH, TDS and electrical conductivity (EC) in the discharge water and surface water at the discharge point into Lake Austin;
- Biannually sampling for Total Recoverable Hydrocarbons in water at the Transfer Dam and Lake Austin;
- Biannually comprehensive analysis of water from dewatered pits, discharge points to pits, transfer dam and Lake Austin; and
- Monthly visual monitoring of sediment at the discharge point into Lake Austin, and sampling for laboratory analysis of major components.

Consequence

The consequence of discharging dewatering effluent into Lake Austin was previously considered moderate as there was no information available on the concentration of mercury and selenium in the discharge waters. Recent sampling of the pit waters at the Cuddingwarra Project area indicates the concertation levels for mercury and selenium are low with a majority at levels below detection. Therefore, the consequence of discharging dewatering effluent into Lake Austin is now considered **minor** as off-site impacts local scale are expected to be minimal.

Likelihood of Risk Event

The likelihood of an occurrence remains as **possible**, even though the current dewatering discharge water quality is comparable to water and groundwater quality at Lake Austin, as the concentrations of metals can increase as the depth of the mine pit increases or underground mining occurs.

Overall rating of Risk Event

The risk rating for the discharge of dewatering effluent from additional pits to Lake Austin is therefore still considered **medium**.

7. Consultation

Table 6: Summary of consultation

| Method | Comments received | DWER response |
|--|--|--|
| Applicant referred draft documents on 2 September 2020 | Email received from Licensee on 2 September 2020 requesting the Rheingold Transfer Dam be removed from infrastructure requirements for the mined pits because not a receiving pit (administrative change). Licensee agreed to waiver the remaining 21-day comment period once that change is made. | Agreed. Changes made and amended Licence prepared for signing. |

8. Conclusion

Decision

The Delegated Officer has determined the key emissions associated with dewatering of mined pits with discharge to other mined pits, and dewatering of additional mined pits with discharge to Lake Austin.

Based on the application supporting documentation, the Delegated Officer has determined that the discharge to Lake Austin from dewatering of additional mined pits and dewatering of mined pits with discharge to other mined pits presents a medium risk to the environment as a result of the dewatering effluent discharge to surface water, and accidental discharge of dewatering effluent to land from pipeline failure and overtopping. However, these risks may be acceptable subject to amending the existing regulatory controls outlined below.

The Delegated Officer has also determined that the dewatering and discharge between mined pits and the construction of new dewatering infrastructure presents a low risk to the environment as a result of the dewatering effluent discharge to groundwater and emissions to air. However, these risks may be acceptable subject to amending the existing regulatory controls outlined below.

The Delegated Officer has also made administrative changes to the Existing Licence as set out below.

Based on the assessment in this Amendment Report, the Delegated Officer has determined that the licence amendment will be granted, subject to conditions commensurate with the determined controls and necessary for administration and reporting requirements.

8.1. Summary of amendments

Table 7 provides a summary of the proposed amendments and will act as record of implemented changes. All proposed changes have been incorporated into the revised Licence as part of the amendment process.

| Condition No. | Proposed amendments |
|----------------------|---|
| Not applicable | Change Premises name to Cue Gold Operations. |
| Not applicable | Licence front page: Include additional mining tenements to the Premises details. |
| Not applicable | Licence front page: Increase category 64 production/design capacity to 600 tonnes per annual period. |
| Interpretation | Removed 1.1.1 to 1.1.4 and replaced with latest version. |
| 1.2.3 Table 1.2.3 | Updated table by including the additional pits in the Cuddingwarra Project area as containment infrastructure for dewatering effluent. Reduced the pit water level requirement from 10 metres to 5 metres. |
| 1.2.5 Table 1.3.2 | Table updated to include the additional pits in the Cuddingwarra Project area. Table also updated by reducing the freeboard of 10 metres to 5 metres. |
| 1.2.6 Table 1.3.3 | Table updated by removing the infrastructure construction requirements for the Landfill 2 and Sewage facility as these have now been completed. |

Table 7: Licence amendments

| 1.2.7 | Updated to include the used tyre landfill area. Table 1.3.4 updated by combining the total limit for each waste type and increasing | | |
|----------------------|--|--|--|
| | the limit to 600 tonnes per annum. | | |
| 1.2.8 | Condition and Table updated to include the used tyre landfill area. | | |
| 2.2.1 Table 2.2.1 | Emission point reference description updated. | | |
| 2.3.1 Table 2.3.1 | Table updated by including the additional pits in the Cuddingwarra Project area as new emission points to groundwater. | | |
| 2.4.1 Table 2.4.1 | Updated table by removing any reference to the commissioning of the sewage facility as it is now fully operational. | | |
| 3.1.2 | Updated to include biannual monitoring requirements. | | |
| 3.2.1 Table 3.2.1 | Emission point reference description updated. | | |
| 3.3.1 Table 3.3.1 | Table updated by including the additional pits in the Cuddingwarra Project area as new monitoring points. | | |
| 3.4.1 Table 3.4.1 | Sampling point reference description updated. | | |
| 3.6.2 | Condition removed as the requirements of this condition have been completed. | | |
| Schedule 1: Maps | Premises map updated. | | |
| | New maps of the Big Bell Project area and the Cuddingwarra Project area included. | | |
| | New maps providing location of dewatering infrastructure, dewatering abstraction and discharge areas, and direction of dewatering discharge. | | |
| | New updated map of the landfill areas to include the used tyre landfill area. | | |

Alana Kidd Manager, Resource Industries An officer delegated by the CEO under section 20 of the EP Act

Appendix 1: Key documents

| | Document title | In text ref | Availability |
|---|--|-------------|---------------------------------------|
| 1 | Licence amendment application received 15 May 2020 | | DWER record A18939332 |
| 2 | Big bell Gold Operations Pty Ltd, Supporting Document Amendment to Licence L8934/2015/1, May 2020 | Application | |
| 3 | Email: K. Critchell, Application for an amendment to Licence L8934/2015/1 under the Environmental Protection Act 1986, 18 June 2020 | | DWER record DWERDT297286 |
| 4 | DWER, July 2015. <i>Guidance</i> <i>Statement: Regulatory principles.</i> Department of Environment Regulation, Perth. | - | accessed at <u>www.dwer.wa.gov.au</u> |
| 5 | DWER, October 2015. <i>Guidance</i> <i>Statement: Setting conditions.</i> Department of Environment Regulation, Perth. | - | |
| 6 | DWER, August 2016. <i>Guidance</i> <i>Statement: Licence duration.</i> Department of Environment Regulation, Perth. | - | |
| 7 | DWER, November 2016. <i>Guidance</i> <i>Statement: Risk Assessments.</i> Department of Environment Regulation, Perth. | - | |
| 8 | DWER, November 2016. <i>Guidance</i> <i>Statement: Decision Making.</i> Department of Environment Regulation, Perth. | - | |
| 9 | DWER, June 2019. <i>Guideline:</i> <i>Decision Making.</i> Department of Water and Environment Regulation, Perth | - | |

Appendix 2: Summary of Licensee comments

The Licensee was provided with the draft Amendment Report and amended Licence on 2 September 2020 for review and comment. The Licensee responded on 2 September 2020 requesting a minor administrative change be made and agreed to waiver the remaining comment period until 25 September 2020.

Licence: L8934/2015/1