A Case Study in Engagement Engagement for Success

Our Case Study: Kaizen Discovery's Coppermine Project

- Kaizen Discovery acquired the Coppermine Project from Tundra Copper Corp. in 2014
- Project is located 5 km from the community of Kugluktuk in the Kitikmeot Region of Nunavut



History

- Tundra Copper had explored in the area previously and had established a relationship with regulators and local goods and services providers.
 - As well as obtaining the geological data for a company, it is important to understand what relationships have been built.
 - Obtain the stakeholder and consultation logs for the project. This historical information is critically important.



Early 2015 consultation

February/March 2015:

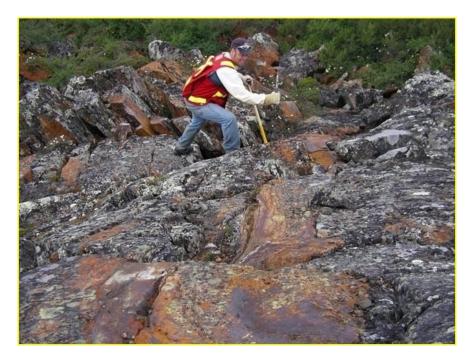
Kaizen Vice President travels to Kugluktuk to meet with community leaders

Mayor / Settlement Administrative Officer, Kitikmeot Inuit Association.



2015 Licensing and Permitting

Land Use Permits for exploration on Crown Land and Inuit Owned Land, as well as Water Licence applied for in early 2015.



April 2015 Nunavut Mining Symposium

- Meetings held with Senior GN and Government of Canada Officials.
 - Premier (also the MLA for Kugluktuk), Minister etc.
- Kaizen officials invite Japanese possible investors to Symposium for due diligence purposes



When did the red flags appear?

- NIRB screening of application results in a fire storm of comments!
 - WWF, Sahtu Secretariat, Deline, Kugluktuk HTO, KIA, GNWT, etc. etc. etc.
 - Most flat out reject the project and insist that the project not be allowed to proceed!



WHY?

Consultation:

Although senior company officials had met with a some people in the community, they did not conduct meaningful consultation. People were mad!



Why?

Caribou

No one told them that they were proposing to explore in a caribou calving ground!



Next steps

- Apologize for not coming into the community and meeting with people prior to submitting permit applications,
- Be sincere
- Ask for advice
 - Can your proposed exploration program schedule be moved to avoid any conflict with wildlife



Next steps:

- Commit to meeting with the community pre and post exploration program
 - Pre to hear of any concerns and work together on mitigation measures
 - Post to hear of any issues e.g., low level flying during exploration program



Outcome

- Kaizen worked with the local HTO who were the loudest local opponent to the project, along with the Government of Nunavut, Department of Environment Wildlife Department, on a Wildlife Monitoring and Mitigation Plan.
- The exploration program dates were moved to avoid sensitive times for wildlife movements
- Wildlife monitors were hired to spot for wildlife. Report and record all wildlife seen and keep the field crews safe.



Outcome

- Trust was established between the community and the company
- The project was permitted
- Local employment and business opportunities occurred to the benefit of the community.



Lessons learned

- Consult prior to submitting applications for permits and licences to build in mitigation measures, and have meaningful discussions
- Ask the right questions:
 - Who else do I need to speak with?
 - Is there anything I need to be aware of e.g., sensitive wildlife issues?



What else?

- Keep accurate notes
- Keep an up to date communications/consultation log
- Take pictures to document the meeting
- Do what you say you are going to do
- Don't over commit, and under deliver



Thank you



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