Island Copper 834329 BHP-LITAN Myros Ltd.

island Copper Aline P.O. Box ard Per Herdy, S.C., Comuse Variage, (CO) 945-855

8

May 24, 1991



Mr. R. Bone Ministry of Energy, Mines and Petroleum Resources LA, J411 Shenton Road Nanaimo, B.C., V9T 2H1.

Dear Mr. Bones

Thank you for your letter of May 14, 1991, re increasing the mill production rate to 60,000 tons/day.

In conversation with Keith Ferguson, Environment Canada on May \$1, 1991, it was found that increasing mill production above 55,000 tons/day would qualify Island Copper as an expanded mina, under the Metal Mining Liquid Effluent Regulations (MELER). Island Copper is currently subject to this legislation only as a guideline. The tailings discharge from Island Copper dose not meet the regulated levels specified in the MMLER. Discharge above 55,000 tons/day would subject the mine to a legal liability under section 33 of the Fisheries Act.

Under these sircumstances there seems no point in pursuing an application for increasing will throughput. Thank you for your kind consideration in this matter. I remain.

Yours truly,

S.F. Fuensalida Mine Manager

oc: R. McGinn E. Ferguson I.A. Horne

of: