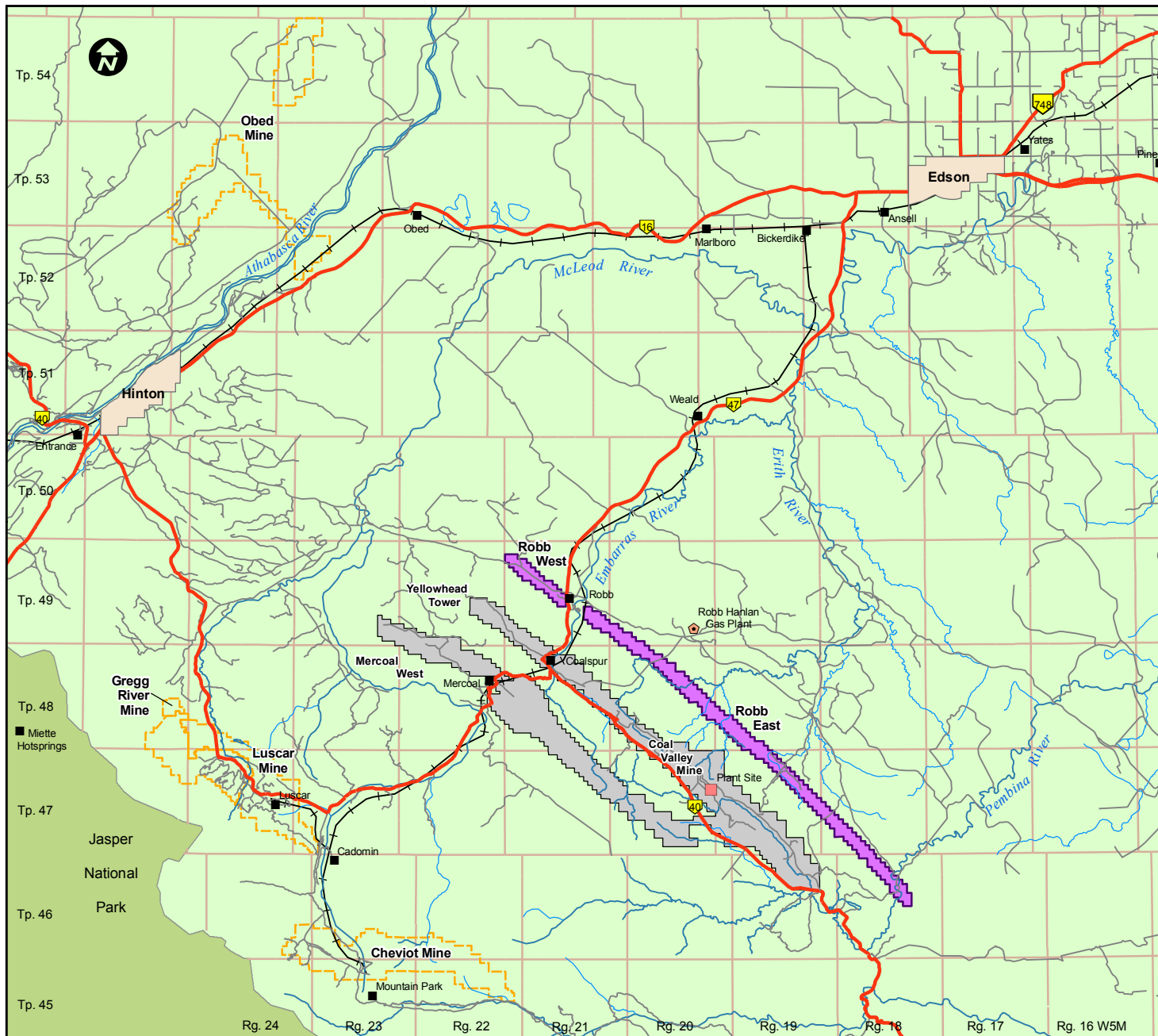


**Proponent Name: Coal Valley Resource Inc.**  
**Project Name: Robb Trend Project**  
**Date: April 2012**

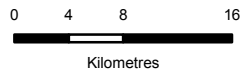
| <b>Project Summary Table</b>  |  |   |   |
|---|--|---|---|
| Name of Company that will hold Approval:  | Coal Valley Resources Inc.   | Company Contact Name and Information:   | Mr. Dave Rutland, General Manager<br>Coal Valley Mine<br>PO Bag 5000<br>Edson, AB T7E 1W1<br>(780) 794-8100<br>drutland@coalvalley.ca   |
| Company Website:  | <a href="http://www.sherritt.com">www.sherritt.com</a>   |   |   |
| Type of Project (e.g., in-situ, mine, quarry, upgrader, etc.):                                | Open Pit Coal Mine   |   |   |
| Types of Activity (major project processes):  | Coal mining and processing at existing coal processing facility  | New Project, Expansion or Modification:   | Modification to existing mine, require additional pit areas for continued coal supply.  |
| Project Location (Legal Land Description) and Municipality:                                   | Portions of TWP. 46-49, RGE. 18-21, W5M<br>See attached Figure   | Life of Project (# years, YYYY - YYYY):   | 16 years, 2014 to 2030  |
| Average Production Capacity per Year (specify units):   | Plan to maintain current production of 4 million CMT per year  | Power Source (If on site power generation describe quantity (MW) and facilities):             | Continuation of existing agreements   |
| Nearest Residence (km):   | Located in lower Robb, approximately 2.0 km  | Private or Public Land:   | All proposed mining area is located on crown land   |
| Nearest First Nation Reserve(s) (name and km):  | Alexis First Nation – Elk River IR233, Cardinal IR 234   | Total Project Area (ha):  | 7500 ha   |
| Total Area to be Disturbed (ha):  | 2500 ha  | Infrastructure Requirements (roads, pipelines, water intake, storage tankage):                | New pit areas and access roads connecting to the existing Coal Valley Mine  |
| Method of Product Transport (e.g., pipeline, rail, truck):                                    | Raw coal will be hauled in to the existing wash plant and the clean coal will be loaded on to trains, from the existing loadout facility, for transport to shipping terminals on the west coast of BC. | Project Products:   | Clean coal  |
| Location of End Market:   | Asian Markets including Japan and Korea  | Project By-Products:  | Non marketable coal and waste rock  |
| Expected Types of Air Emissions (e.g., SO <sub>2</sub> , NO <sub>x</sub> , CO <sub>2</sub> ): | Primarily particulates from road dust with minor emissions from diesel powered haul trucks (internal combustion engines)   | Expected Types of Effluent Releases (note the water bodies the effluent will be released to): | All surface runoff on site is collected and treated in a settling pond, prior to release to the surrounding environment. All discharge is subject to criteria specified in the EPEA approval. |
| Types of Wastes Generated:  | Typical wastes of mobile equipment will be generated such as motor oil, antifreeze, grease, batteries, etc.  | Waste Management Facilities (i.e., Disposal Well, Salt Caverns, Landfill, or Third-Party):    | Wastes will be recycled or disposed of at an approved waste handling facility.  |

|   |   |   |   |
|---|---|---|---|
| Nearest Waterway/Waterbody (name and km):   | Erith River and Embarrass River   | Watercourse Crossings (type of crossing, any Class A to C waterbodies): | May require culverts or bridges to cross watercourses as well as some stream diversions may be required to accommodate the mining activity.         |
| Water Act Licence Required (Y/N/Unknown/NA. If yes: purpose, source and estimated volumes): | No water allocation is required.  | Water Act Approval Required (Y/N/Unknown. If yes, purpose):             | Yes, will require fence-line Water Act approval to allow for water management, end pit lakes and possible stream diversions.                        |
| Fisheries Act Authorization Required (Y/N/Unknown):   | Yes   | Navigable Waters Protection Act Authorization Required (Y/N/Unknown):   | Yes   |
| Waterbodies Required (Y/N/Unknown/NA. If yes, # and ha):                                    | Yes, end pit lakes and wetlands will form part of the reclaimed landscape. The number and size are not known at this time.  | Nearest Water Well (km) (Domestic and Commercial):                      | Nearest domestic water well will be 1.5km from the nearest development. There are no known commercial wells within 5 km of the project.             |
| Nearest Provincial Highway (# and distance):  | 47 – project will be within one km  | Access to Provincial Highway (no improv req/improv req/const req):      | Project will use currently approved crossings of provincial highways. No additional access points will be required.                                 |
| Traffic Impact Assessment Required (Yes/No/Unknown):  | Continuation of existing operation  | Pre-disturbance Land Use(s):  | Multiple uses currently occurring on the area including timber harvesting, oil and gas, trapping, hunting, fishing and recreation.                  |
| Projected Construction Start (Month/Year)   | February/ 2014  | Projected Operation Start (Month/Year)                                  | March/ 2014   |
| Reclamation Start and End (YYYY - YYYY):  | 2015 to end of project  | Post-reclamation Land Use(s):   | Commercial forest, wildlife habitat, watershed and recreation.  |
| Any Unique Environmental or Social Considerations (if yes, describe):                       | Mining is planned within a few km of the community of Robb  | Historic Resources Impact Assessment Required (Y/N/Unknown):            | Yes   |
| Estimated Construction Person-Years of Employment:  | Nil   | Estimated Operation Persons-Years of Employment:                        | 480 people x 15 years = 7200 years  |
| Construction or Operation Camp Required (Y/N/Unknown. If yes, on-site or off-site):         | No camps are required.  | Method of Transport of Employees to Site (Construction and Operation):  | Continue to transport workers via bus from Edson and Robb, as is currently the practice.  |
| Date Stakeholder Engagement Started (Public/Aboriginal):                                    | Both the public and Aboriginal engagement commenced in early 2007 when the Robb Trend Project was introduced (with the Mercoal West and Yellowhead Tower Project) | Aboriginal Groups Involved in Stakeholder Engagement:                   | This began in early 2007, and CVM has received many impact assessments or comments from key Aboriginal groups for the majority of the project area. |



**Legend**

- Proposed Development Area
- Existing Mine
- Other Mines



|   |  |           |         |             |          |                 |                 |
|---|--|-----------|---------|-------------|----------|-----------------|-----------------|
| PROJECT:<br><br><h2 style="text-align: center;">Robb Trend Project</h2> |  |           |         |             |          |                 |                 |
| TITLE:<br><br><h2 style="text-align: center;">Location Map</h2>         | <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">DRAWN: PS</td> <td style="width: 50%;">FIGURE:</td> </tr> <tr> <td>CHECKED: AE</td> <td rowspan="3" style="text-align: center; vertical-align: middle;"><b>1</b></td> </tr> <tr> <td>DATE: Mar 25/11</td> </tr> <tr> <td>PROJECT: 08-041</td> </tr> </table> | DRAWN: PS | FIGURE: | CHECKED: AE | <b>1</b> | DATE: Mar 25/11 | PROJECT: 08-041 |
| DRAWN: PS   | FIGURE:  |           |         |             |          |                 |                 |
| CHECKED: AE   | <b>1</b>   |           |         |             |          |                 |                 |
| DATE: Mar 25/11   |  |           |         |             |          |                 |                 |
| PROJECT: 08-041   |  |           |         |             |          |                 |                 |