

Decision Report

Application for Licence

Part V Division 3 of the Environmental Protection Act 1986

| Licence Number | L9309/2021/1 |
|------------------|--|
| Applicant ACN | Element 25 Limited 119 711 929 |
| File number | DER2021/000518 |
| Premises | Butcherbird Manganese Project Mining Tenement M52/1074 MEEKATHARRA WA 6642 |
| Date of report | 04 April 2022 |
| Decision | Licence granted |

Alana Kidd Manager, Resource Industries an officer delegated under section 20 of the *Environmental Protection Act 1986* (WA)

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1. Decision summary

This Decision Report documents the assessment of potential risks to the environment and public health from emissions and discharges during the operation of the Premises. As a result of this assessment, licence L9309/2021/1 has been granted.

2. Scope of assessment

2.1 Regulatory framework

In completing the assessment documented in this Decision Report, the Department of Water and Environmental Regulation (the department; DWER) has considered and given due regard to its regulatory framework and relevant policy documents which are available at <u>https://dwer.wa.gov.au/regulatory-documents</u>.

2.2 Application summary and overview of Premises

On 3 September 2021, the Applicant submitted an application for a licence to the department under section 57 of the *Environmental Protection Act 1986* (EP Act).

The application is to seek a licence relating to operation of a processing facility and a Tailings Storage Facility (TSF) and associated infrastructure for the mining and processing (category 5) of manganese at the Premises (as shown in Figure 1).

The Premises relates to the category and assessed production / design capacity under Schedule 1 of the *Environmental Protection Regulations 1987* (EP Regulations) which are defined in licence L9309/2021/1. The infrastructure and equipment relating to the Premises' category and any associated activities which the department has considered in line with *Guideline: Risk Assessments* (DWER 2020a) are outlined in licence L9309/2021/1.

2.3 **Overview of Premises**

The Premises is located approximately 115 kilometres (km) south of the town of Newman in the Shire of Meekatharra. The Applicant plans to develop the Premises in stages with the granted Works Approval (W6455/2020/1) relating to time-limited operations and this application related to operations for stage 1 (L9309/2021/1).

Stage 1 of the Premises, which is expected to have a life of approximately 7 years, will consist of mining of the ore through an open pit method to reach a depth of 17 metres. The manganese mineralisation at the Premises with the most economic value occurs where the manganiferous shales intersect the weathering profile where deep chemical weathering has upgraded the grade of the manganese. This has portioned manganese mineralisation into discrete medium grade manganese bands which only require simple physical beneficiation. No chemicals including flocculants are required for the extraction of the manganese ore.

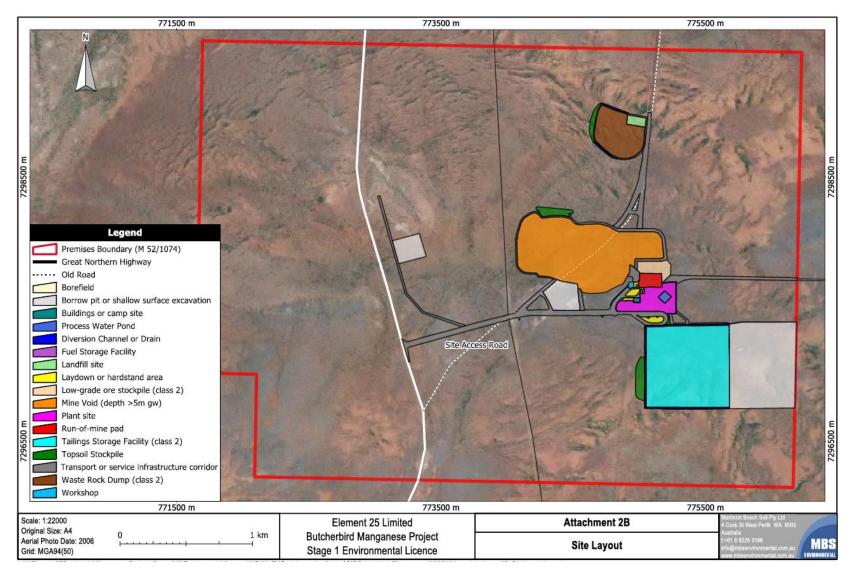


Figure 1: Site layout

2.3.1 Infrastructure and operational aspects

Processing Plant

The processing plant operates 24 hours a day, 7 days a week and mainly consists of mobile or semi-mobile infrastructure to crush, wash and separate manganese ore and waste. The maximum capacity of the processing plant is 1.6 million tonnes per annum (mtpa), with an estimated process rate of approximately 1.2 mtpa (dry) or 1.3 mtp (wet) expected. All stages of the process use physical separation with no chemicals used for extracting the manganese product.

Ore is mined from an open pit then transported to the Run of Mine (ROM) pad for storage before processing through the Processing Plant. Manganese is extracted from the ore by utilising the following methods:

- ROM ore is crushed to less than 60 millimetres (mm);
- Crushed ore is screened to remove any sub 6 mm material;
- Ore greater than 6 mm is fed into a log washer which uses water to remove tough, plastic clay contaminants and other deleterious materials from hard ore and aggregate feeds;
- Water from the log washer which contains reject clays and fine materials is pumped to the TSF. The cleaned ore leaving the log washer is passed over a washing screen to separate the ore into two sized fractions;
- The two ore fractions both pass through separate rising screen feeders into two ore sorters. The ore sorters use a number of sensors (i.e. 3D laser and colour sensors) to separate the product from the waste;
- The waste materials from the ore sorters are stockpiled and used for construction of the outer face of the TSF; and
- Manganese ore from the two ore sorters is stockpiled ready for loading into semi-trailers for export off-site.

Sumps have been incorporated into the design of the wet screening and ore sorter components of the Processing Plant to capture spilt material. The sumps are fitted with appropriately sized pumps to allow reclaim of material back to the processing circuit.

Dust suppression sprays are fitted at dust generating locations of the crushing and screening circuit. Fugitive dust from stockpiles is managed using water carts.

Tailings Storage Facility

The above ground, four-sided paddock style TSF has been constructed from material extracted from the base of the facility, mine waste and process waste. The TSF was constructed in four separate stages commencing with a starter embankment followed by 3 lifts using a downstream construction method. The final height of the TSF is 12.5 metres (m) above ground level which is expected to provide a total of 7 years storage. The final TSF disturbance footprint is approximately 40 hectares (ha) at year 7 with a tailings surface catchment of 18.5 ha. The TSF design storage capacities and timeframes for each staged lift are presented in Table 1 below.

| Parameter | Units | Interim | Starter embankment | Stage 1 lift | Stage 2 lift | Stage 3 lift | Total |
|------------------------|--------|---------|-----------------------|-----------------|-----------------|-----------------|-----------|
| Embankment Height | m | 3.5 | 5.5 | 2.5 | 2.5 | 2.0 | 12.5 |
| Assumed Dry Density | t/m³ | 0.6 | 1.15 | 1.45 | 1.45 | 1.45 | - |
| Storage Capacity | t | 97,552 | 507,623 | 491,910 | 536,394 | 463,474 | 1,999,400 |
| Storage Capacity | t/m³ | 162,587 | 441,441 | 339,248 | 369,927 | 319,637 | 1,470,233 |
| Stage Life | months | 5 | 24 | 23 | 21 | 16 | 84 |
| Stage Rate of Rise | m/yr | 6.6 | 2.8 | 1.3 | 1.4 | 1.5 | - |

Table 1: TSF design capacities

The starter embankment is constructed from material extracted from within the base of the TSF. The staged embankment lifts (stage 1 - 3) of the TSF used the dry undersize waste from the Processing Plant that progressively formed the embankment of each lift. The Ore Sorter waste was then used to cap the perimeter embankment as rock armouring.

The TSF has been designed to contain rainfall associated with a 1 in 100-year, 72-hour storm event whilst maintaining a 500 mm freeboard. The TSF does not receive rainfall run-off from an upstream catchment.

A 300 mm thick clay liner was installed at the starter embankment of the TSF which is compacted to achieve a minimum 95% Standard Maximum Dry Density in accordance with AS 1289.5.1.1. A cut-off trench is beneath the TSF embankment to key the TSF into the natural ground and to restrict lateral seepage beneath the embankment.

Tailings are pumped to the TSF via a tailings pipeline which is located within an earthen bunded corridor with a capacity to ensure any lost tailings are captured for a period equal to the time between routine inspections. The Applicant expects to pump between 237,000 to 311,000 tonnes (average 275,000 tonnes) of solids to the TSF per year. The tailings are deposited into the TSF sub-aerially from multi spigots located on the perimeter embankment. Tailings are deposited in layers not exceeding 300 mm in thickness to assist drying.

A decant rock ring is at the centre of the TSF for the recovery of supernatant water. The TSF is designed such that tailings material are discharged from the embankment and beach towards the decant rock ring. A decant pond is expected to form at the decant rock ring where a submerged pump will pump supernatant water via a return water pipeline to the Process Water Pond for use in the Processing Plant. The Process Water Pond is a HDPE lined facility and located adjacent to the Processing Plant.

Four groundwater monitoring bores have been installed at the TSF to monitor groundwater levels and groundwater quality against background levels.

Tailings waste characteristics

The applicant proposes to deposit waste fines (wet tailings) into the TSF at a slurry density of approximately 22% solids.

The wet tailings waste, which is segregated from dry wastes (hardpan, coarse/fine rejects and

dry screen fines), consists of scrubbed fines from the log washing step in the process and are less than 6 mm in size.

56 tailings samples were collected and generated by ALS Metallurgy during programs in 2019 and 2020. The samples collected and analysed for geochemical characterisation are expected to represent waste to be generated at the prescribed premises for the first 7 years of the mine life (Stage 1).

Particle size data is available for wet tailings for composite tailings only (2019 scrubbed wet tailings) in which all particles greater than 1 mm were screened out. The particle sizing date indicates the following:

- Contained a moderate clay content consisting of 24 to 36% less than 2 mm fraction and slightly higher silt content at 30 to 49%; and
- Particle size distribution was variable between samples.

The tailings are considered geochemically benign. Total sulfur was very low due to the highly weathered and oxic nature of the ore with no potential for acid production. Environmentally significant metals and metalloids are expected to be below the level of detection or at very low water-soluble concentrations.

3. Risk assessment

The department assesses the risks of emissions from prescribed premises and identifies the potential source, pathway and impact to receptors in accordance with the *Guideline: Risk Assessments* (DWER 2020a).

To establish a risk event there must be an emission, a receptor which may be exposed to that emission through an identified actual or likely pathway, and a potential adverse effect to the receptor from exposure to that emission.

3.1 Source-pathways and receptors

3.1.1 Emissions and controls

The key emissions and associated actual or likely pathway during premises operation which have been considered in this decision report are detailed in Table 2 below. Table 2 also details the control measures the applicant has proposed to assist in controlling these emissions, where necessary.

| Emission | Sources | Potential pathways | Proposed controls |
|---|--------------------------------------|--|--|
| Operation | | | |
| Dust generated from crushing and screening, ore, and | | Air/windborne pathway Smothering of vegetation causing impacts to vegetation | Material handling with be restricted during high winds if dust cannot be adequately controlled Water carts and watering will be used for the ROM pad, loading, material movements, crushing and screening, and stockpiling of |
| stockpiles (including fugitive dust from stockpiles) | | Phytotoxicity effects from excess expose to Manganese | Dust suppression sprays are fitted to the crusher and dry screen to minimise dust generation TSF will be operated using sub-aerial deposition methodology |
| | Operation of ore processing plant | Seepage/ spillage potentially causing ecosystem disturbance/ soil contamination | All hydrocarbon storages are to be constructed in accordance with Australian Standards (AS)1940 and AS1692, i.e., secondary containment and purpose built up to 110 kL diesel storage and refueling facility and stored in impermeable bunds |
| | | | • Static diesel fuel tanks associated with equipment are to be self- bunded where possible or located in bunding areas |
| | | | All hydrocarbon storages will drain to a sump to allow removal of spilt material |
| Discharge of contaminants to land (e.g., hydrocarbon | | | Water that includes hydrocarbon contaminants will be directed to an oil water separation system |
| spillage from filling) | | | Immediate cleanup of minor spillage due to accidents / breakdowns will be undertaken and will be reported through the incident report procedure |
| | | | Spill kits will be placed at strategic locations on the premises and employees will be trained in their use |
| | | | A register will be maintained for all hazardous materials used and stored on the premises including the safety data sheets |
| | | | All vehicles will be washed down in a purpose-built washdown facility where sediments are to be collected in a line sump and washdown water |

Table 2: Proposed applicant controls

| Emission | Sources | Potential pathways | Proposed controls |
|--|---|---|---|
| | | | treated via a process to separate solids and hydrocarbons from water |
| | | | Daily inspection of the integrity of fuel tanks, process liquor, water conveyance lines/pipelines, tanks, and bunds |
| | | | Stormwater drains adjacent to hardstand areas are to direct stormwater around processing infrastructure |
| | | | Captured spilt material and stormwater from the processing plant hardstand will be directed to a sump and sent back to the processing circuit via a pump system |
| | | | Inspections of drainage structures and monitoring of surface water are to be undertaken after heavy rainfall |
| | Operation of wet processing plant and pipelines | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function Smothering of vegetation with tailings slurry | Inspections of collection sump and dome shelter from the processing plant hardstand to ensure capture of spilt materials and to prevent water ingress |
| Accidental | | | HDPE tailings pipelines contained in earthen sumps with sufficient capacity to contain leaks and spills |
| discharge of product and tailings to land | | | • Slurry pipelines located within open bunded trenches with sufficient capacity to ensure any discharges are captured and are not released to the environment |
| | | | Pipelines will incorporate isolation valves at appropriate intervals and daily visual inspections will be undertaken |
| | | | Tailings and return water pipelines fitted with flow meters to record tailings and return water discharged (volumes) |
| | | | All pipelines are to be monitored with pressure gauge alarms |
| | | | Immediate cleanup of minor spillage due to accidents / breakdowns will be undertaken |
| | | | Minor spillages will be reported through the incident report procedure |
| | | | Spill kits will be placed at strategic locations on the premises |

| Emission | Sources | Potential pathways | Proposed controls |
|--|---------------------------------------|---|--|
| | | | Employees will be trained in the use of spill kits |
| | | | • TSF Operation Manual will be used for the direction on the appropriate operation and monitoring, including daily inspections |
| Seepage from storage of tailings | Discharge of tailings into the TSF | Seepage through embankment walls and base resulting in a change in the groundwater chemistry Localised surface expression of groundwater causing detrimental effects on native vegetation | Daily inspections Daily inspections will include; pumps, valves tailing lines water return lines discharge points and beaching performance general integrity of embankment and perimeter containment embankment seepage downstream of main embankment diversion drains for integrity and damage Quarterly sampling of tailings will be undertaken as per the parameters required in Table 5 and Table 6 Groundwater Operation Strategy will be implemented to monitor groundwater supply and quality in accordance with water abstraction licence GWL205470 under the <i>Rights in Water and Irrigation Act 1914</i> (RIWI Act 1914) Monthly monitoring of SWL, pH, and TDS (in-field non-accredited non-NATA laboratory analysis) as required in Table 5 and Table 6 from the groundwater monitoring bores VWP09 (MB01), MB02, MB03, and MB04 around the TSF (see Figure 2) Quarterly monitoring of water quality as per the parameters required in Table 5 and |

| Emission | Sources | Potential pathways | Proposed controls |
|--|---|---|--|
| | | | Table 6 from the groundwater monitoring bores Annual auditing of TSFs will be undertaken by a suitably qualified geotechnical engineer Operate decant pumping system to |
| Tailings overtopping the TSF embankment | | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function Smothering of native vegetation | Sufficient freeboard will be maintained in the TSF to capture rainfall from a 1% AEP 72-hour event TSF Operation Manual will be used for the direction on the appropriate operation and monitoring, including daily inspections (as indicated under 'seepage from storage of tailings') Surface water diversion drains and bunds will be maintained to divert flood water flow away from the faces of the TSF (see Figure 2) Daily inspections to assess freeboard and supernatant pond capacity is available |
| Overtopping of the pond embankment | Storage of return water in the Process Water Pond | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function Detrimental effects on vegetation due to erosion and inundation | Sufficient freeboard will be maintained which also allows storage of rainfall from a 1% AEP 72-hour event Daily inspections of the Process Water Pond will be undertaken to monitor operations, including the freeboard, water levels, and HDPE liner integrity/damage where visible |
| Contaminated stormwater | Stockpiling Manganese concentrate | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function | Stormwater drains adjacent to hardstand areas are to direct stormwater around processing infrastructure Visual inspections of stormwater drainage around the processing plant hardstand for any damage Drainage structures will be inspected after heavy rainfall events Opportunistic monitoring of surface |

| Emission | Sources | Potential pathways | Proposed controls |
|----------|---------|-----------------------|---|
| | | | waters will be undertaken following heavy rainfall events |
| | | | |

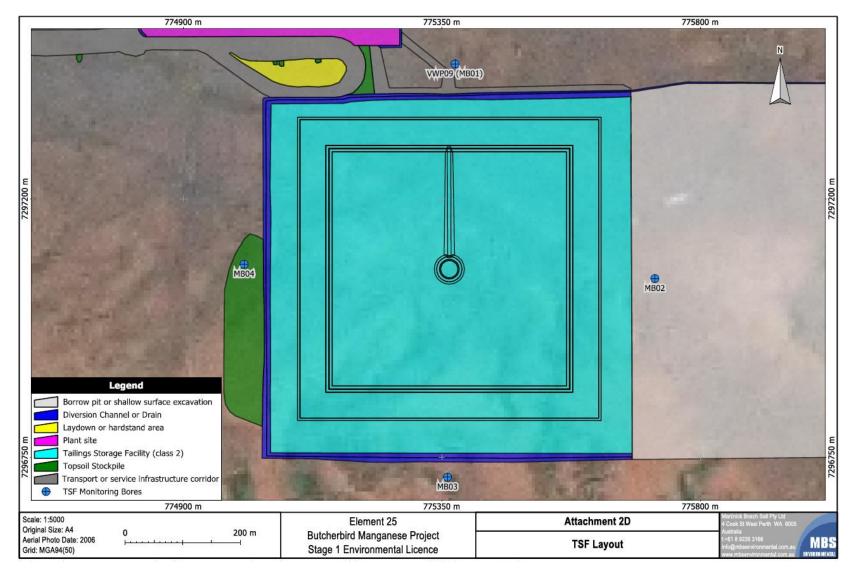


Figure 2: TSF layout

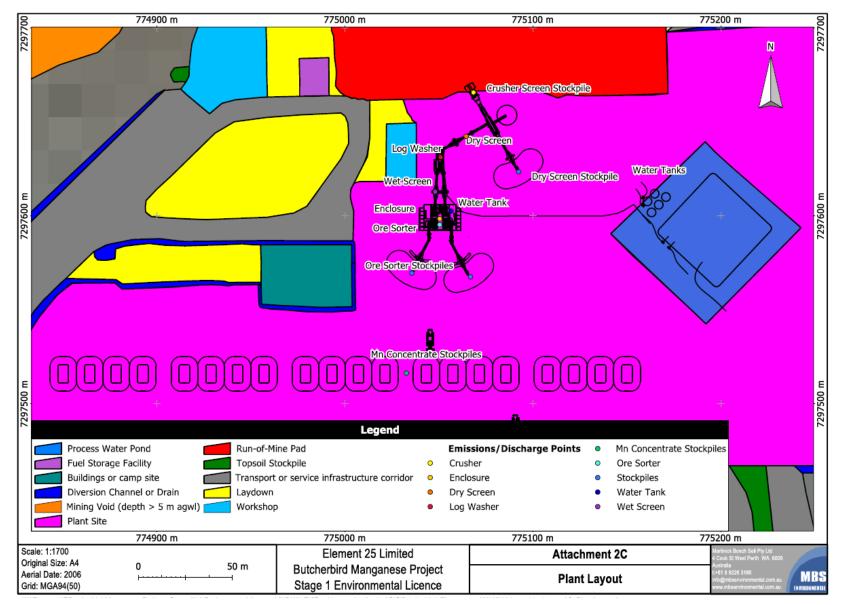


Figure 3: Plant layout

3.1.2 Receptors

In accordance with the *Guideline: Risk Assessment* (DWER 2020a), the Delegated Officer has excluded the applicant's employees, visitors, and contractors from its assessment. Protection of these parties often involves different exposure risks and prevention strategies and is provided for under other state legislation. Occupational hygiene requirements for dust, heavy machinery and plant with air-conditioned cabins fitted with high-efficiency particulate arrestance (HEPA) filters and personal protective equipment (PPE) will be regulated by Worksafe under *Occupational Safety and Health Act 1984* (OSH Act).

Table 3 and Figure 4 and Figure 5 below provides a summary of potential human and environmental receptors that may be impacted as a result of activities upon or emission and discharges from the prescribed premises (*Guideline: Environmental Siting* (DWER 2020b)).

| Table 3: Sensitive human and environmental receptors and distance from prescribed | |
|---|--|
| activity | |

| Human receptors | Distance from prescribed activity |
|---|---|
| Vehicle movement on the Great Northern Highway. | Highway passes through the Premises. Project/infrastructure footprint located approximately 1-1.5 km west of the highway. |
| | This receptor has been screened out due to separation distance. |
| Gas pipeline | Approximately one kilometre to the west of the TSF and processing plant. |
| | This receptor has been screened out. |
| Environmental receptors | Distance from prescribed activity |
| Premises is situated in the East Murchison Groundwater Proclamation Area under Section 26B (1) of the <i>RIWI Act 1914</i> . Groundwater at the Premises is of reasonable quality with an average concentration for Total Dissolved Solids of 1,600 mg/L. Groundwater in this area is used for livestock watering. | Groundwater levels have been monitored with the installation of monitoring bores at the TSF. Depth to groundwater was found to vary across the four monitoring bores with depths between 5.6 to 13.2 metres below ground level (mbgl). Depth to groundwater at the area of the Processing Plant and Process Water Pond is expected to be greater than 15 mbgl. Nearest stock watering bore (Yanneri Well) is located greater than 4 km away. |
| | This receptor is screened out due to the separation distance. |
| There are no permanent surface water bodies or watercourses within the Premises boundary. The mine pit, processing plant and laydown area are centered on a ridge with no upstream catchment. The TSF will be located in a broad valley that will carry overland sheet flows in heavy rainfall events. Water will be present only as shallow sheet flow during and immediately after rainfall events. Although there are no defined channels, flood modelling indicates surface water flow is expected to be in an easterly direction. | Ilgarari Creek is located over 4 km away at the closest point to the Premises (southeast from the TSF). |

| The closest surface water body to the Premises is the Ilgarari Creek which is located outside of the Premises boundary. Ilgarari Creek drains east past Woolbunna Pool (17 km away) to Yanneri Lake in the Little Sandy Desert (80km east of the Premises. Four DBCA listed Priority Flora species were | Only a small number of species occur within the |
|---|--|
| identified at the Premises. 1. Eremophila appressa P1 2. Eremophila rigida P3 3. Rhagodia sp.Hamersley (M. Trudgen 17794) P3 4. Goodenia nuda P4 | project/infrastructure footprint with a majority being located outside of this area. |
| One DBCA listed Priority Fauna species occurs within the Premises. Brush tailed Mulgara (<i>Dasycercus blythi</i>) P4 | Habitat for this species makes up a minor portion (1.1%) of the project/infrastructure footprint. Impacts to habitat from clearing were assessed by DMIRS as part of the Native Vegetation Clearing Permit application CPS 8991/1. This receptor has been screened out. |

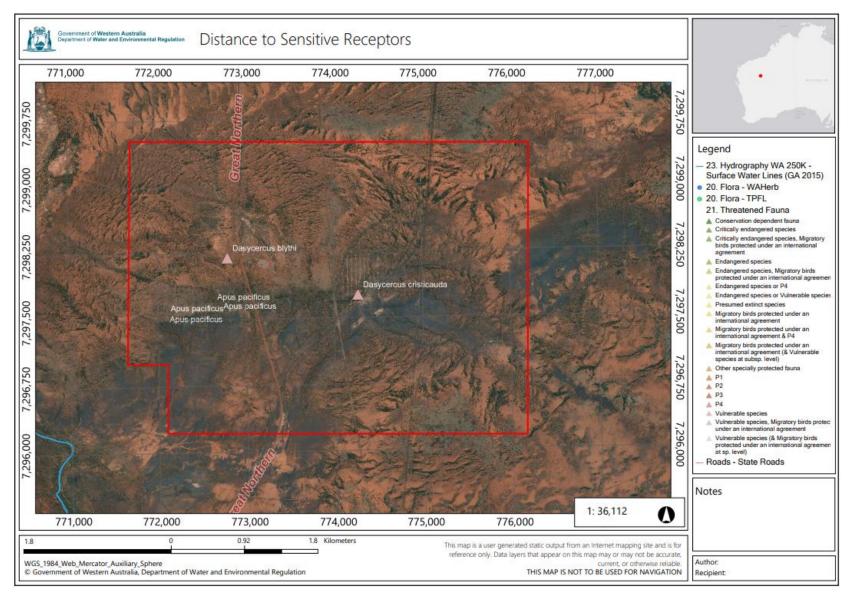


Figure 4: Distance to sensitive receptors

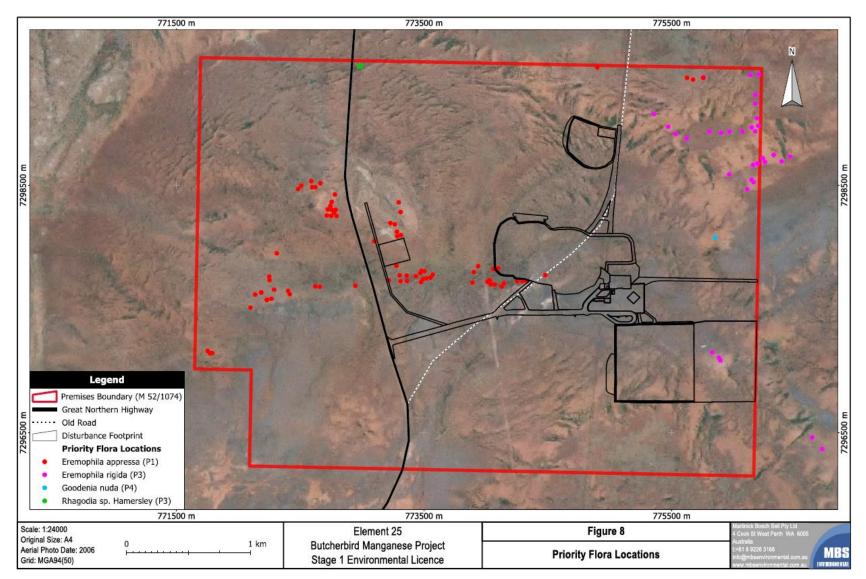


Figure 5: Priority flora locations

3.2 Risk ratings

Risk ratings have been assessed in accordance with the *Guideline: Risk Assessments* (DWER 2020a) for each identified emission source and takes into account potential source-pathway and receptor linkages as identified in Section 3.1. Where linkages are in-complete they have not been considered further in the risk assessment.

Where the applicant has proposed mitigation measures/controls (as detailed in Section 3.1), these have been considered when determining the final risk rating. Where the delegated officer considers the applicant's proposed controls to be critical to maintaining an acceptable level of risk, these will be incorporated into the licence as regulatory controls.

Additional regulatory controls may be imposed where the applicant's controls are not deemed sufficient. Where this is the case the need for additional controls will be documented and justified in Table 4.

Licence L9309/2021/1 that accompanies this decision report authorises emissions associated with the operation of the premises i.e., category 5 activities.

The conditions in the issued licence, as outlined in Table 4 have been determined in accordance with *Guidance Statement: Setting Conditions* (DER 2015).

| Risk events | | | | | Risk rating ¹ | Applicant | | Justification for |
|---|--|--|--|----------------------------|--|-------------------------|---|---|
| Sources / activities | Potential emission | Potential pathways and impact | Receptors | Applicant controls | C = consequence L = likelihood | controls sufficient? | Conditions ² of licence | additional regulatory controls |
| Operation | | | | | | | | |
| | Dust generated from crushing and screening of ore and stockpiles | Air/windborne pathway Smothering of vegetation causing impacts to vegetation health Phytotoxicity effects from excess expose to Manganese | Native vegetation | Refer to Section 3.1 | C = Minor L = Unlikely Low Risk | Y | Condition 1 | N/A |
| activities Operation Operation of ore processing plant Operation of wet processing plant and pipelines Discharge of tailings into | Discharge of contaminants to land (e.g., hydrocarbon spillage from filling) | Seepage/ spillage potentially causing ecosystem disturbance/ soil contamination | Soils Native vegetation Surface water Groundwater | Refer to Section 3.1 | C = Minor L = Unlikely Low Risk | Y | Condition 1 | In addition to the infrastructure and operation requirements, provisions of the Environmental Protection (Unauthorised discharges) Regulations 2004 apply for certain discharges to the environment, such as hydrocarbons. |
| wet processing plant and | Accidental discharge of product and tailings to land | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function Smothering of vegetation with tailings slurry | Soils Native vegetation | Refer to Section 3.1 | C = Moderate L = Unlikely Medium Risk | Ν | Conditions 1, 3, 4, 5, 9 and 10 | N/A |
| tailings into | Seepage from storage of tailings | Seepage through embankment walls and base resulting in a change in the groundwater chemistry and water level Localised surface expression of groundwater causing detrimental effects on native vegetation | Soils Native vegetation Groundwater | Refer to Section 3.3 | C = Moderate L = Unlikely Medium Risk | Y | Conditions 1 2, 3, 4, 5, 9 and 10 | N/A |

Table 4: Risk assessment of potential emissions and discharges from the premises during operation

| Risk events | | | | | Risk rating ¹ | Applicant | Conditions ² | Justification for | |
|--|---|---|----------------------------|---|--|-------------------------|---------------------------------------|--|--|
| Sources / activities | Potential emission | Potential pathways and impact | Receptors | Applicant controls L = Refer to Section C = N L = U 3.1 Medi | C = consequence L = likelihood | controls sufficient? | of licence | additional regulatory controls | |
| | Tailings overtopping the TSF embankment | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function Smothering of native vegetation | Soils Native vegetation | Section | C = Moderate L = Unlikely Medium Risk | Y | Conditions 1, 3, 4, 5, 9 and 10 | Due to the TSF and borrow pit occurring within a broad valley that carries overland sheet flows in heavy rainfall additional control measure of undertaking monthly monitoring of the water balance for the TSF and additional parameters are required | |
| Storage of return water in the Process Water Pond | Overtopping of the pond embankment | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function Detrimental effects on vegetation due to erosion and inundation | Soils Native vegetation | Refer to Section 3.1 | C = Moderate L = Unlikely Medium Risk | Y | Conditions 1, 3, 4, 5, 9 and 10 | Due to sheet flows in heavy rainfall additional control measure of undertaking monthly monitoring of the water balance for the TSF and additional parameters are required | |
| Stockpiling Manganese concentrate | Contaminated stormwater | Direct discharge Increased concentration of certain elements (including manganese) in soils causing disruption of normal ecosystem function | Soils Native vegetation | Refer to Section 3.1 | C = Moderate L = Unlikely Medium Risk | Y | Condition 1, 4, 5, 9 and 10 | N/A | |

Note 1: Consequence ratings, likelihood ratings and risk descriptions are detailed in the Guideline: Risk Assessments (DWER 2020a).

Note 2: Proposed applicant controls are depicted by standard text. **Bold and underline text** depicts additional regulatory controls imposed by department.

3.3 Detailed risk assessment – seepage from the TSF

3.3.1 General characterisation

Deposition of tailings material into the TSF can result in seepage impacting the groundwater, which is considered suitable for stock watering purposes. Mounding outside of the containment structure footprint resulting in surface expression causing impacts to a Priority 3 flora species and native vegetation may also occur.

Seepage analyses modelling was undertaken in 2020 (Resource Engineering Consultants Pty Ltd (REC) 2020) to determine the estimated volume of seepage through the embankment walls. The analysis determined a volume of 0.7 m³/day at the starter embankment and 3.6 m³/day for the Stage 3 embankment. These results were considered conservative upper bound estimates as the model considered the most critical section. A localised groundwater mound can likely be anticipated beneath the TSF during its operating life.

Leachate testing in accordance with the Australian Standard Leaching Procedure (ASLP) was undertaken on the scrubbed ore tailings in 2019 and 2020. The Applicant determined the more accurate LEAF test work in accordance with USEPA Methods 1313 and 1314 was unnecessary for Stage 1 as the tailings' characteristics were sufficiently understood. A summary of the results undertaken in accordance with ASLP is presented below:

- No risk of producing acid drainage due to highly weathered and oxic nature of the manganese deposit (maximum mine depth is 17 metres below ground level for stage 1);
- Geochemically enriched in several elements, including manganese and tellurium, which
 indicates the geological nature of the deposit. Thallium, tungsten, selenium and silver
 were other key enriched elements; however, these elements are expected to be strongly
 bound to hydrous iron and manganese oxide surfaces and present low potential for
 leaching and uptake by vegetation;
- Very low concentrations of uranium and thorium naturally occurring radioactive materials elements;
- Geochemically benign with very low water-soluble concentrations predicted for environmentally significant metals and metalloids;
- Slightly to moderately alkaline and expected to be non-saline if non-saline process water remains unchanged. Groundwater sampling indicated marginal to brackish with an average Total Dissolved Solids (TDS) of 2,300 mg/L; and
- Found suitable for rehabilitation purposes.

The results from the test work demonstrated that the potential for significant release of metals, metalloids and salts from the tailings is low and the use of the LEAF testing method is unlikely to change the outcomes.

Further laboratory test work was undertaken in 2021 during commissioning of the tailings' characteristics, which were similar or below the 2019 and 2020 results. The sampling data from the 2021 test work is presented in Table 8.

3.3.2 Potential adverse impact from the emission

Seepage from the TSF may result in localised groundwater mounding adjacent to the TSF. This mounding could result in surface expression causing an increase in salts in the soil and water logging causing impacts to native vegetation and a small group of priority 3 flora. No threatened flora exists on the Premises.

The seepage is expected to be low in salinity as a result of the use of low saline water for processing (average 2,300 mg/L), contain very low/insoluble concentrations for environmentally significant metals and metalloids and moderately alkaline. Groundwater at the TSF is similar

with low salinity levels (2,760 mg/L, 2019) and circum-neutral to slightly alkaline.

Relevant water quality criteria used for assessment of sampling from bores are the Australian and New Zealand Guidelines (ANZECC) for Fresh and Marine Water Quality, *Livestock drinking water quality* (ANZECC 2000) and are presented in Table 5 and Table 6.

| Discharge | Monitoring | Parameter | Frequency | Averaging | Unit | N | lethod |
|-----------|------------|---|---|-----------|--|----------|----------|
| point | location | | | Period | | Sampling | Analysis |
| • | | Standing water level (SWL) pH Total dissolved solids (TDS) Aluminium Arsenic Antimony Barium | Monthly (in field) Quarterly (NATA accredited laboratory) Quarterly (NATA accredited laboratory) | | Metres below ground level (mbgl) pH units mg/L | | |
| | | Boron Cadmium Chromium Cobalt Copper Iron Lead Manganese Mercury Molybdenum Nickel Selenium Tin Vanadium Zinc | | | | | |

Table 5: Ambient groundwater quality and water level monitoring

| Discharge | Monitoring | Parameter | Frequency | Averaging | Unit | N | lethod |
|--------------------|---------------------|--|-----------|-------------|----------|----------|--|
| point | location | | | Period | | Sampling | Analysis |
| Tailings to TSF | Supernatant pond | рН | Quarterly | Spot sample | pH units | | In field non- NATA accredited analysis permitted |
| | | Aluminium Arsenic Antimony Barium Boron Cadmium Chromium Cobalt Copper Iron Lead Manganese Mercury Molybdenum Nickel Selenium Tin Vanadium Zinc Total dissolved solids | | | mg/L | | By a NATA accredited laboratory |

Table 6: Emissions water quality monitoring

Sampling of groundwater bores at the Premises and nearby pastoral leases in May 2019 showed the water quality was marginal to brackish in salinity (2,760 mg/L at the TSF) with low level dissolved metals and major ions. The groundwater is suitable for livestock drinking in accordance with the ANZECC water quality guidelines (ANZECC 2000). The groundwater pH was found to be generally neutral to slightly alkaline with a range of 6.3 to 8.45. Results from sampling of the two groundwater bores located at the Premises (BBGW00013 and BBRC00215) are shown in Table 8 and these bores location are shown in Figure 6 below.

Sampling of the newly installed groundwater bores around the TSF was undertaken during the months of March and July 2021 pre-commissioning and during time limited operations with the results presented in Table 8. The data indicates similar results to that of the sampling of the pastoral bores in 2019 and 2020 indicating no seepage from the TSF during this time period. The Applicant has noted that the frequency in monitoring during 2021 was undertaken quarterly; however, the requirements under the works approval (W6455/2020/1) was to be monthly. In addition, the element Molybdenum was not included in the testing during April and July 2021 from the monitoring bores as well as for the TSF supernatant during July 2021 due to human error. Sampling of this element will be undertaken from here on in. Under this licence, monitoring at the groundwater bores for SWL, pH, and TDS will be monthly as in-field non-NATA accredited sampling. Monitoring for all water quality parameters as indicated in Table 5 and

Table 6 will be undertaken quarterly and analysed by a NATA accredited laboratory.

Seepage from the TSF may also alter the quality of the groundwater in this area which is considered of reasonable quality. Depth to groundwater at the centre of the mining lease is generally more than 20 metres with depths at the TSF expected to be greater than 10 metres when compared to nearby bore depths.

The newly installed groundwater bores measured downstream groundwater levels up to July 2021 indicates groundwater depth below ground level (bgl) to range from 5.6 mbgl at MB02 to 12.11 mbgl at MB04 (Table 7). Groundwater level was recorded from March to July 2021 that indicated a slight increase ranging from 0.59 Reduced Level metre (RL m) at VWP09 (MB01) to 3.74 RL m at MB04.

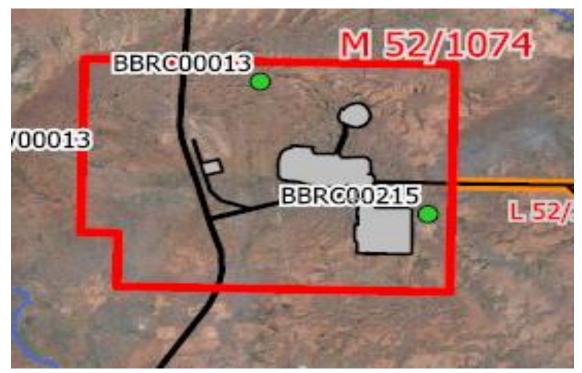


Figure 6: Location of groundwater bores BBGW00013 and BBRC00215

| Groundwater bore ID | Height of casing (m) | Measured groundwater depth to top of casing (m) | Measured groundwater depth below ground level (m) | Approximate RL of groundwater (m) |
|------------------------|-------------------------|--|--|--|
| VWP09 (MB01) | 0.74 | 11.48 | 10.74 | 601.73 |
| MB02 | 0.90 | 6.50 | 5.6 | 603.69 |
| MB03 | 0.82 | 9.90 | 9.08 | 602.73 |
| MB04 | 0.94 | 13.05 | 12.11 | 602.44 |

Table 7: Measured downstream groundwater levels of the groundwater bores

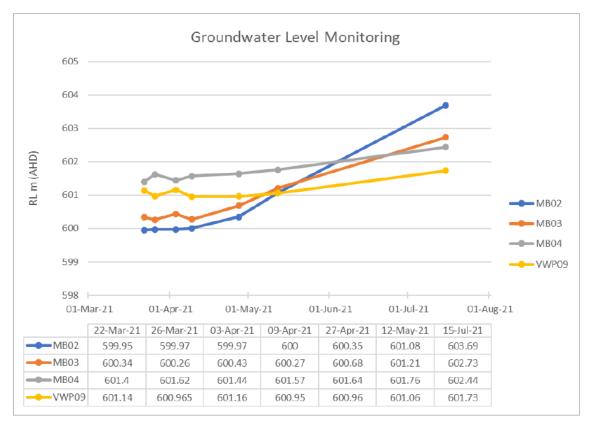


Figure 7: Groundwater bores standing groundwater level readings

Table 8: Groundwater level and water quality data

| | | ANZECC | BBGW000131 | BBRC00215 | | VWP09 (MB01) | 2 | | MB02 | | | MB03 | | | MB04 | | Т | SF Supernata | nt |
|---|------------|----------------------------|-----------------|-----------|------------|--------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|------------|
| Compound | Unit | DGV ³ (2000) | 2019 | 2019 | 23/03/2021 | 23/03/20214 | 20/07/2021 | 23/03/2021 | 23/03/2021 | 20/07/2021 | 23/03/2021 | 23/03/2021 | 20/07/2021 | 23/03/2021 | 23/03/2021 | 20/07/2021 | 27/04/2021 | 27/04/2021 | 20/07/2021 |
| pH value | pH unit | | 8.45 | 8.17 | 7.6 | 7.5 | 7.8 | 7.4 | 7.4 | 7.4 | 7 | 7 | 6.8 | 7.6 | 7.6 | 7.6 | 8.5 | 8.4 | 8.3 |
| Electrical Conductivity @ 25°C | µS/cm | | 3,290 | 4,540 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Dissolved Solids @ 180°C | | | 2,060 | 2,760 | 2600 | 2600 | 2500 | 650 | 640 | 1600 | 640 | 670 | 710 | 470 | 540 | 590 | 2800 | 2800 | 3000 |
| Chloride | | NA ³ | 656 | 1,010 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Calcium | | NA | 92 | 97 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Magnesium | | NA | 75 | 120 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Sodium | | NA | 418 | 568 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Potassium | | NA | 53 | 85 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Aluminum | | 5 | <0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 | 0.01 |
| Antimony | | no DGV | <0.001 | 0.006 | 0.001 | 0.001 | 0.003 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.002 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 |
| Arsenic | | 0.5 | 0.003 | 0.007 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.002 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.002 | 0.001 | 0.001 |
| Boron | | 5 | 2.18 | 2.69 | 0.32 | 0.33 | 0.38 | 0.38 | 0.4 | 0.46 | 0.21 | 0.2 | 0.22 | 0.32 | 0.3 | 0.3 | 1.6 | 1.5 | 1.5 |
| Barium | | no DGV | 0.08 | 0.048 | 0.053 | 0.052 | 0.071 | 0.01 | 0.01 | 0.029 | 0.081 | 0.079 | 0.12 | 0.004 | 0.003 | 0.002 | 0.001 | 0.001 | 0.001 |
| Beryllium | | NA | <0.001 | <0.001 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Cadmium | | 0.001 | <0.0001 | <0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 | 0.0001 |
| Cobalt | | 1 | <0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 |
| Chromium | ma/l | 1 | 0.003 | <0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.005 | 0.004 | 0.007 |
| Copper | mg/L | 0.5 | 0.002 | 0.002 | 0.001 | 0.001 | 0.001 | 0.001 | 0.002 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 |
| Manganese | | 0.001-0.6 | 0.001 | 0.871 | 0.12 | 0.11 | 0.15 | 0.008 | 0.008 | 0.018 | 0.021 | 0.01 | 0.014 | 0.01 | 0.011 | 0.005 | 0.005 | 0.005 | 0.005 |
| Nickel | | 1 | 0.001 | 0.005 | 0.002 | 0.002 | 0.001 | 0.001 | 0.001 | 0.001 | 0.002 | 0.002 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.005 |
| Lead | | 0.1 | <0.001 | <0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 |
| Selenium | | 0.01 | <0.01 | <0.01 | 0.008 | 0.008 | 0.01 | 0.003 | 0.003 | 0.01 | 0.002 | 0.002 | 0.002 | 0.003 | 0.003 | 0.003 | 0.007 | 0.006 | 0.008 |
| Vanadium | | 0.001 | 0.01 | <0.01 | 0.013 | 0.013 | 0.019 | 0.001 | 0.001 | 0.005 | 0.001 | 0.001 | 0.001 | 0.023 | 0.024 | 0.026 | 0.006 | 0.004 | 0.001 |
| Zinc | | 20 | <0.005 | <0.005 | 0.01 | 0.01 | 0.003 | 0.005 | 0.005 | 0.002 | 0.014 | 0.013 | 0.008 | 0.004 | 0.004 | 0.003 | 0.001 | 0.017 | 0.003 |
| Silver | | NA | <0.001 | <0.001 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Tin | | no DGV | <0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 | 0.001 |
| Iron | | no DGV | <0.05 | <0.05 | NT | NT | NT | NT | NT | NT | NT | NT | NT | NT | NT | NT | NT | NT | NT |
| Mercury | | 0.002 | <0.0001 | <0.0001 | 0.00005 | 0.00005 | NT | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 | 0.00005 |
| Molybdenum | | 0.15 | NT ³ | NT | 0.002 | 0.002 | NT | 0.001 | 0.001 | NT | 0.001 | 0.001 | NT | 0.001 | 0.001 | NT | NT | NT | NT |
| Nitrite + Nitrate as N (NO _x) | | NA | 26.8 | 19.6 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Kjeldahl Nitrogen as N |] | NA | 5.3 | 5.3 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Nitrogen as N (TKN + NO _{x)} | | NA | 32.1 | 24.9 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |

Note¹: Baseline groundwater quality data collected during 2019 at pastoral bores, BBGW0013 and BBRC00215.

Note²: Groundwater quality data collected prior to the commissioning phase in 2021 at newly installed bores, VWP09 (MB01), MB02, MB03, and MB04 and from the TSF supernatant pond.

Note³: NA - not applicable, NT - not tested during monitoring, DGV - default guideline value (ANZECC 2000).

Note⁴: Duplicate sampling was undertaken.

3.3.3 Applicant controls

The controls to reduce and/or prevent seepage at the TSF have been constructed and in operation, which are set out in Table 9 below.

| Site infrastructure | Description | Operation details | Location | | | | | |
|------------------------|--------------------------------|--|----------|--|--|--|--|--|
| Controls for seepage | | | | | | | | |
| TSF | Low permeable clay liner | A low permeability 300 mm thick clay material liner was constructed for the starter embankment of the TSF. Liner was compacted to achieve a minimum 95% Standard Maximum Dry Density (AS 1289.5.1.1). The compacted clay layer provided a maximum hydraulic conductivity of 5x10 ⁻⁸ m/s. | Figure 2 | | | | | |
| | Decant system | Central decant rock ring system removes supernatant water and returns the water directly to the Process water Pond. The water recovery system has a minimum capacity of not less than 96 m ³ /hr. | | | | | | |
| | Tailings discharge | Spigotting sequence has been formulated so the supernatant water pond is always maintained around the decant rock ring structure to increase water recovery and keep water away from the embankment walls. | | | | | | |
| | | Sub-areal deposition of tailings in thin lifts (300 mm) promotes. air-drying. | | | | | | |
| | | Perimeter cut-off trench restricts lateral seepage. | | | | | | |

Table 9: Applicant's controls for seepage at the TSF

3.3.4 Consequence

Seepage resulting in groundwater impacts

If seepage is able to migrate to groundwater at the Premises, then the impacts may result in low level onsite impacts due to seepage water quality expected to be of similar quality to the groundwater at the Premises which is suitable for stockwatering. Therefore, the Delegated Officer considers the consequence to be **Minor**.

Seepage causing groundwater mounding resulting in surface impacts

If seepage causes mounding beneath the TSF which results in surface water expression outside of the TSF footprint, then the impacts may result in mid-level onsite impacts from water logging of Priority 3 flora species and native vegetation. Therefore, the Delegated Officer considers the consequence to be **Moderate**.

3.3.5 Likelihood

The site-specific permeability behaviours and confirmation of pathways at the new TSF location are assumed to be represented by data obtained from tests undertaken at the adjacent previous proposed TSF location. Therefore, in the absence of site-specific permeability behaviours, the Delegated Officer considers the likelihood of seepage to groundwater and groundwater mounding causing surface expression as **possible**.

3.3.6 Overall rating

The Delegated Officer has compared the consequence and likelihood ratings described above with the risk rating matrix detailed in the *Guidance Statement: Risk Assessments* (DWER 2020b) and determined that the overall rating for the risks from seepage at the TSF as **Medium**.

3.3.7 Regulatory Controls

Operational requirements

Maintenance and operation requirements have been included for the Processing Plant, TSF, Process Water Pond, and tailings discharge and return pipelines.

Monitoring requirements

The licence requires the following monitoring requirements:

- Monthly monitoring in field for SWL, TDS, and pH at the four groundwater monitoring bores around the TSF;
- Quarterly monitoring of groundwater quality at the four groundwater monitoring bores around the TSF;
- Quarterly monitoring of wet tailings fines during operations;
- The volume of tailings discharged to the TSF; and
- The volume of water recovered from the TSF.

Justification:

Monitoring of ambient groundwater levels and quality is required to determine if the standing water level is changing or water quality is deteriorating indicating seepage from the TSF.

Monitoring of the waste fines is required to indicate potential changes in quality that may result in downstream impacts.

Monitoring of tailings discharged and volume of water returned for determining the water balance and for comparison with seepage modelling provided in the application.

During groundwater level and quality monitoring, if any changes are detected, the Applicant may be required to install seepage recovery bores and develop trigger values for the water quality parameters.

Inspections

The licence requires the following inspection procedures:

- Tailing lines, pumps, and valves;
- Tailings waste delivery pipelines;
- Tailings decant water return pipelines;
- Tailings discharge outlets and beaching performance;
- General integrity of the embankment and perimeter containment embankment;
- Seepage downstream of the main embankment; and
- Freeboard at the TSF and Process Water Pond.

Justification:

Daily visual inspections of containment infrastructure and pipelines are required during operations and the applicant is required to keep records of visual monitoring undertaken.

Reporting

The licence requires the following reports be submitted:

 Annual Environmental and Annual Audit Compliance reports providing ore processed, product produced, tailings waste deposited, tailings return water covered, tailings waste fines density (solid vs water content), water balance for the TSF including calculated seepage, summary of monitoring results obtained and environmental performance.

Justification:

Reporting requirements are necessary for the administration of the licence and the ongoing acceptability of the operations.

4. Consultation

Table 10 provides a summary of the consultation undertaken by the department.

Table 10: Consultation

| Consultation method | Comments received | Department response |
|---|--|---|
| Application advertised on the department's website on 22 November 2021 | None received | N/A |
| Local Government Authority advised of proposal on 6 December 2021 | None received | N/A |
| Department of Mines, Industry Regulation and Safety (DMIRS) advised of 6 December 2021 | None received | N/A |
| Applicant was provided with draft documents on 14 March 2022 | Applicant has provided comments on 25 March 2022 The summarised applicant comments are provided in Appendix 1. | DWER response to the applicant comments are provided in Appendix 1. |

5. Conclusion

Based on the assessment in this decision report, the delegated officer has determined that a licence will be granted for 20 years, subject to conditions commensurate with the determined controls and necessary for administration and reporting requirements. It is the responsibility of the Licence Holder to ensure other approvals are in place.

References

- 1. Australian and New Zealand Environment and Conservation Council (ANZECC) 2000, Australian and New Zealand guidelines for fresh and marine water quality. Volume 3, Primary industries / ANZECC, Agriculture and Resource Management Council of Australia and New Zealand.
- 2. Department of Environment Regulation (DER) 2015, *Guidance Statement: Setting Conditions*, Perth, Western Australia.
- 3. Department of Water and Environmental Regulation (DWER) 2020a, *Guideline: Risk Assessments*, Perth, Western Australia.

- 4. DWER 2020b, Guideline: Environmental Siting, Perth, Western Australia.
- 5. Resource Engineering Consultants Pty Ltd (REC) 2020, *Tailings Storage Facility Design Report,* Butcherbird Manganese Project Western Australia, Element 25 Ltd.

Appendix 1: Summary of applicant's comments on risk assessment and draft conditions

| Condition / Section | Summa | ary of applicant's cor | nment | | | Depar |
|---|--|--|---|--|---|---|
| DRAFT Licence | | | | | | |
| Cover page Condition 1 Table 1, item 1 | informat Whilst ra maximu | tion previously supplie ates of 1.2Mtpa(dry) a im throughput rates of | ed in Part 4 and 1.3Mtpa 1.6 million | of the Licence application form a(wet) were provided in the license appli tonnes per annum (dry) (Mtpa) 1.75 (we | Design Capacity Table (Draft Licence cover page) based on the cation, these are estimated throughputs, the intention is that the et) (also provided in the application) are the specified figures for d figures detailed in the Draft Licence table (Pg1). | Throu |
| | (Schedul <i>Regulati</i> Category | ed premises category descrip le 1, Environmental Protectio ions 1987) / 5: Processing or beneficiatio netallic ore | n | Assessed production / design capacity 1.2 million tonnes per annum (Mtpa) (dry) 1.3 Mtpa (wet) 1.6 million tonnes per annum (dry) (Mtpa) 1.75 (wet) | | |
| Table 6 Definitions | Elemen Term annual p | | al period to | Definition a 12 month period commencing from 1 July until 30 June of the immediately following year. A 12 month period commencing from 1 December until 30 November of the immediately following year. | align with other Element 25 annual reporting commitments. | Annua |
| DRAFT Decision Report | | | | | | |
| Section 3.1.1 Table 2 "Please provide additional controls for seepage mitigation, monitoring assists in identifying seepage, but does not minimise or prevent seepage] recovery etc. if required?" | Guidelir design r assist in monitor | nes on Tailings Dam F measures have been i n minimising seepage ing requirements are o | Planning, D implemente and also a considered | esign, Construction, Operation and Clos ed (Table 1) in order to minimise seepag llow prompt identification of any potentia sufficient controls for seepage mitigatior | brage Facilities in Western Australia (DMP 2013) and ANCOLD ure (ANCOLD 2019). As part of the TSF construction several e. in addition to this, several operational controls (Table 2) also I seepage issues. The current design measures and routine h. An underdrainage system is not proposed due to the settling r recovery as outlined in the table below. | Applic measu and m contro Additio |
| | Table 1 | : Design Measures | | | | Seepa |
| | 1 l | th | e base of the | | in-situ TSF floor material is of low permeability. A 300 mm compacted clay liner on r of the TSF which is the primary seepage mitigation measure in addition to the in- SF formed by tails discharge. | • (|
| | 2 (| Cut-off Trench A | cut-off trench | | nt. This trench acts to key the embankment into the natural ground and restrict | |
| | 3 Diversion Drains Diversion drains are proposed on the downstream toe of each stage raise. The drains act to manage surface water runoff and prevent ponding or downstream toe of the embankment. | | | | | |
| | 4 Decant Rock Ring The TSF is designed such that tailings will be discharged from the embankment and beaching towards the rock ring installed in the centre of facility. This will facilitate the decant pond being located substantially away from the embankment, reducing the potential for phreatic condition pressures) from developing beneath and within the main embankment. | | | | | |
| | 5 F | | | its from a low rate of rise (RoR) of <1.5 m/yr. which | allows for deposition of tailings in thin lifts. Sub-aerial deposition in thin lifts neability of the deposited tailings and thus reduced seepage potential. | |

| partment's | response |
|------------|----------|
| Janument 3 | response |

oughput amounts have been amended.

nual period dates have been updated.

plicant has provided further clarification on the design asures required during the TSF construction phase d monitoring measures to assist in operational htrols.

ditional proposed controls have been included under epage from storage of tailings:

- diversion drains for integrity and damage
- operate decant pumping system to recover supernatant water

| Condition / Section | Summary of applicant's comment | | | | | | | | | |
|--|--|--|---|------|--|--|--|--|--|--|
| | Tabl | e 2: Monitoring Measure | S | | | | | | | |
| | 1 | Sub-aerial Deposition | Sub-aerial deposition in thin lifts serve to increase evaporative losses (reducing water available for seepage) and decrease permeability of the deposited tailings. | | | | | | | |
| | 2 | Decant Pond Management | To mitigate seepage rate, the decant pond is managed to keep its size to a minimum (under normal operating conditions). Maintaining a small decant pond away from the embankment reduces (if not eliminates) the potential for embankment seepage, a small decant pond both in depth and areal extent also minimises hydraulic head driven seepage. | | | | | | | |
| | | | The decant pond is monitored through daily inspections and if required the rate of decant recovery is adjusted to assist with maintaining its size. Furthermore, in the event of unusually large precipitation events decant return water is used as a priority in preference to groundwater derived from the borefield. | | | | | | | |
| | 3 | Monitoring | Vibrating Wire Piezometers (VWP) within the TSF enable monitoring of the phreatic surface and pore pressures within the deposited tailings. Groundwater Monitoring Bores installed downstream of the TSF enable seepage beneath the perimeter embankment to be identified and actioned if required. | | | | | | | |
| Section 3.1.1 Table 2 | Project design has considered local topography and the locations of drainage lines and flood levels to minimise disturbance of these. Given the reasonably remote location of the project and the 3 km separation from the nearest sensitive receptor (Ilgarari creek), current management and monitoring measures implemented are considered appropriate to achieve a low risk of significant impact to local land and surface water quality. | | | | | | | | | |
| "Please provide additional controls specific to manganese stockpiles" | Mana | agement and monitor | ring measures implemented include: | | | | | | | |
| manganese slockpiles | • | Stormwater drains are constructed adjacent to the raised hard stand areas to direct stormwater around processing infrastructure. | | | | | | | | |
| | • | Drainage structures | are inspected after heavy rainfall events. | | | | | | | |
| | • | Opportunistic monitoring of surface waters is undertaken following heavy rainfall events. | | | | | | | | |
| | Furthermore, in 2021 Element 25 commissioned Jenike & Johanson Pty Ltd (J&J) to perform flow characterisation testing to inform material handling of its Manganese lump product. The product was found to be geochemically benign, with very low/insoluble water-soluble concentrations predicted for environmentally significant metals and metalloids in seepage and/or runoff from above-ground waste landforms/stockpiles. | | | | | | | | | |
| Section 3.3.2 | | | hat the dates provided in Table 8 are correct and that duplicate sampling was conducted for bores VWP09(MB01), MB02, | Note | | | | | | |
| Table 8 | MB03 table | | 3/2021 and TSF Supernatant on 27/04/2021. Please include a Note4: Duplicate Sample, to the duplicate dates within the | | | | | | | |
| "Applicant to clarify the highlighted dates in the above table. Were two samples taken on the same day or should this be another sample undertaken in a different month?" | | | | | | | | | | |

epartment's response

dditional proposed controls have been included under

ontaminated stormwater.

Drainage structures will be inspected after heavy
rainfall events

Opportunistic monitoring of surface waters will be
undertaken following heavy rainfall events

oted. Updated table as per applicant's response.

Appendix 2: Application validation summary

| SECTION 1: APPLICATION SUMMARY | | | | | | | |
|---|--|--|--------------|-------|------------|--|--|
| Application type | | | | | | | |
| Works approval | | | | | | | |
| Licence | | Relevant works approval number: | W6455/2020/1 | None | | | |
| | | Has the works approval been complied with? | | Yes ⊠ | No 🗆 | | |
| | | Has time limited operations under the works approval demonstrated acceptable operations? | | Yes ⊠ | No 🗆 N/A 🗆 | | |
| | | Environmental Compliance Report / Critical Containment Infrastructure Yes 🛛 No 🗆 Report submitted? | | | No 🗆 | | |
| | | Date Report received: Compliance Report 9/4/21 & CCIR 14/4/21 | | | | | |
| Renewal | | Current licence number: | | | | | |
| Amendment to works approval | | Current works approval number: | | | | | |
| Amendment to licence | | Current licence number: | | | | | |
| | | Relevant works approval number: | | N/A | | | |
| Registration | | Current works approval number: | | None | | | |
| Date application received | | 3 September 2021 | | | | | |
| Applicant and Premises details | | | | | | | |
| Applicant name/s (full legal name/s) | | Element 25 Limited | | | | | |
| Premises name | | Butcherbird Manganese Project | | | | | |
| Premises location | | M52/1074, Meekatharra | | | | | |
| Local Government Authority | | Shire of Meekatharra | | | | | |
| Application documents | | | | | | | |
| HPCM file reference number: | | DER2021/000518 | | | | | |
| Key application documents (additional to application form): | | Butcherbird Manganese Project – Stage 1, Environmental Licence Application, Attachment 3B – Project Activities, August 2021. | | | | | |
| | | - Butcherbird Manganese Project – Stage 1, Environmental Licence Application, Attachment 6A – Emissions and Discharges, August 2021. | | | | | |
| | | Butcherbird Manganese Project – Stage 1, Environmental Licence Application Attachment 7 – Sitting, August 2021. | | | | | |
| Scope of application/assessment | | | | | | | |

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| Summary of proposed activities or changes to existing operations. | | Operation of a category 5 prescribed activity. | | | | |
| | | Works Approval W6455/2020/1 was granted for the construction and commissioning of the following infrastructure: | | | | |
| | | Processing Plant including crushing, log-washing, screening and ore sorting. Process Water Pond. Tailings discharge pipeline and return water pipelines. Tailings Storage Facility. | | | | |
| | | These works have now been completed and the infrastructure commissioned. The applicant is now seeking approval to operate the infrastructure. | | | | |
| Category number/s (activities that caus | se the | premises to become prescr | ibed premises) | | | |
| Table 1: Prescribed premises categorie | es | | | | | |
| Prescribed premises category and description | Prop capa | posed production or design acity | Proposed changes to the production or design capacity (amendments only) | | | |
| Category 5: Processing or beneficiation of metallic or non-metallic ore. | 1,60 | 0,000 tonnes per annum | | | | |
| Legislative context and other approvals | 5 | | | | | |
| Has the applicant referred, or do they intend to refer, their proposal to the EPA under Part IV of the EP Act as a significant proposal? | | Yes 🗆 No 🗵 | Referral decision No: Managed under Part V □ | | | |
| | | | Assessed under Part IV □ | | | |
| Does the applicant hold any existing Part IV Ministerial Statements relevant to the application? | | Yes 🗆 No 🛛 | Ministerial statement No: EPA Report No: | | | |
| Has the proposal been referred and/or assessed under the EPBC Act? | | Yes 🗆 No 🗵 | Reference No: | | | |
| Has the applicant demonstrated occupancy (proof of occupier status)? | | | Certificate of title □ | | | |
| | | | General lease Expiry: | | | |
| | | Yes 🛛 No 🗆 | Mining lease / tenement ⊠ Expiry: 28/06/2041 | | | |
| | | | Other evidence Expiry: | | | |
| Has the applicant obtained all relevant planning approvals? | | | Approval: | | | |
| | | Yes □ No □ N/A ⊠ | Expiry date: | | | |
| | | | If N/A explain why? | | | |
| Has the applicant applied for, or have an existing EP Act clearing permit in relation to this proposal? | | Yes 🛛 No 🗆 | CPS No: 8991/2 | | | |

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| Has the applicant applied for, or have an existing CAWS Act clearing licence in relation to this proposal? | Yes 🗆 No 🛛 | Application reference No: N/A Licence/permit No: N/A |
| Has the applicant applied for, or have an existing RIWI Act licence or permit in relation to this proposal? | Yes 🛛 No 🗆 | Application reference No: Licence/permit No:GWL205470 |
| Does the proposal involve a discharge of waste into a designated area (as defined in section 57 of the EP Act)? | Yes ⊠ No □ | Name: East Murchison Groundwater Proclamation AreaType: Proclaimed Groundwater AreaHas Regulatory Services (Water) been consulted?Yes ⊠ No □ N/A □Regional office: Mid-West Gascoyne office - Water Licensing Officer, Mick Major |
| Is the Premises situated in a Public Drinking Water Source Area (PDWSA)? | Yes □ No □ | Name: N/A Priority: P1 / P2 / P3 / N/A Are the proposed activities/ landuse compatible with the PDWSA (refer to <u>WQPN 25</u>)? Yes □ No □ N/A ⊠ |
| Is the Premises subject to any other Acts or subsidiary regulations (e.g. Dangerous Goods Safety Act 2004, Environmental Protection (Controlled Waste) Regulations 2004, State Agreement Act xxxx) | Yes ⊠ No □ | Dangerous Goods Safety Act 2004 Health (Treatment of Sewage and Disposal of Effluent and Liquid Waste) Regulation 1974 |
| Is the Premises within an Environmental Protection Policy (EPP) Area? | Yes 🗆 No 🛛 | |
| Is the Premises subject to any EPP requirements? | Yes □ No ⊠ | |
| Is the Premises a known or suspected contaminated site under the <i>Contaminated Sites Act 2003</i> ? | | Classification: N/A Date of classification: N/A |
| | Yes □ No ⊠ | |