

Decision Report

Application for Works Approval

Part V Division 3 of the Environmental Protection Act 1986

Works Approval Number W6635/2021/1

Applicant Australian Nickel Investments Pty Ltd

ACN 111 599 323

File number DER2021/000643

Premises Cosmos Nickel Operations – Paste Plant

Goldfields Highway

SIR SAMUEL WA 6437

Legal description:

Mining tenement M36/371 and part mining tenements M36/127 and M36/180 as defined by the premises map

attached to the issued works approval.

Date of report 18 February 2022

Decision Works approval granted

A/MANAGER, RESOURCE INDUSTRIES REGULATORY SERVICES

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 construction and operation of the premises. As a result of this assessment, works approval W6635/2021/1 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 https://dwer.wa.gov.au/regulatory-documents.

2.2 Application summary and overview of premises

On 11 November 2021, Australian Nickel Investments Pty Ltd (the applicant) submitted an application for a works approval to the department under section 54 of the *Environmental Protection Act* 1986 (EP Act).

The application is to undertake construction works and time limited operation of a paste plant at the Cosmos Nickel Operations (the premises) in the Goldfields region of Western Australia. The premises is approximately 32 km northeast of the town of Leinster.

The premises relates to the category and assessed design capacity under Schedule 1 of the *Environmental Protection Regulations 1987* (EP Regulations) which are defined in works approval W6635/2021/1. 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 2020) are outlined in works approval W6635/2021/1.

The proposed paste plant will be used to produce paste to fill empty voids within the underground mine to increase stability. The paste plant is expected to utilise either wet tailings from the Cosmos Nickel processing plant or dry tailings from the existing tailings storage facility (TSF1). The operation of the paste plant will divert tailings for re-use underground which will increase available tailings storage facility capacity. The paste plant will predominantly utilise wet tailings however is expected to utilise dry tailings during the first several months of operation (i.e. until the Cosmos processing plant is operational) and during process plant shutdowns.

The proposed plant is sized for a maximum production rate of 120 m³/hr and allows for increased mixing intensity when using wet tailings from the Cosmos processing plant. The plant sizing is based on being able to produce paste fill required to meet mining demands (415,000m³ paste produced per annual period).

A general layout of the proposed paste plant is shown in Figure 1.

Dry tailings will be reclaimed from the existing TSF1 via a front-end loader and transported via truck to the paste plant approximately 3.5km away. The tailings beach will be developed to form a slight sloping plateau towards the decant pond area. This will permit rainfall runoff and future tailings to be managed in accordance with the Tailings Operating Manual and Procedures. The reclaim of tailings will be undertaken in a manner that maintains the integrity of the outer 30-40m of TSF1.

The reclaimed dry tailings will be stockpiled in a designated area adjacent to the paste plant. A maximum of 30,000 tonnes will be stockpiled at any one time. The base of the tailings stockpile area will be enclosed with a perimeter bund to prevent run-off from leaving the area. The dry tailings will then be feed into the dry tailings feed hopper by a front-end loader.

Wet tailings will be delivered via pipeline from the processing plant to the paste plant with return water sent back to the processing plant. The intended route of the pipelines delivery system is depicted as Figure 2. Two options (A and B) for the intended route are being considered by the applicant and has yet to be decided.

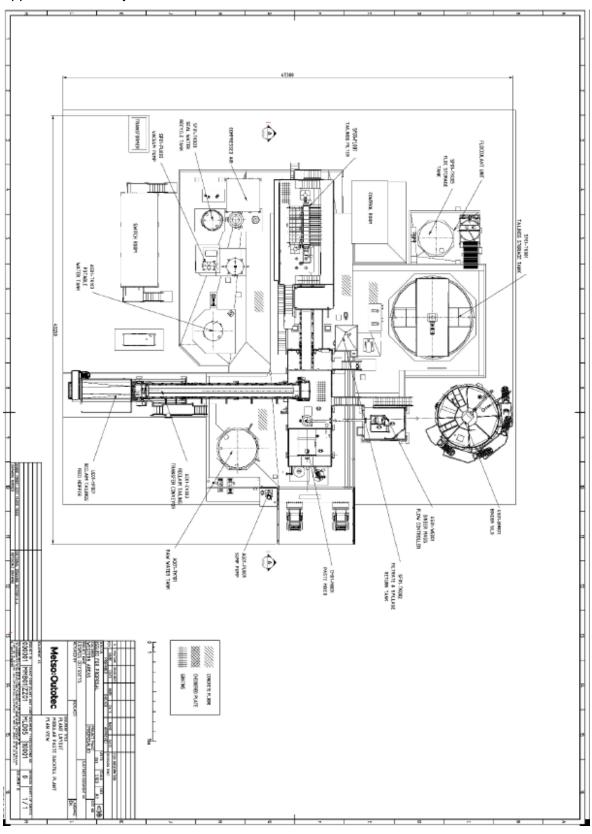


Figure 1: Layout of proposed paste plant.



Figure 2: Proposed pipeline routes (option A and option B).

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 2020).

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 construction and operation which have been considered in this decision report are detailed in Table 1 below. Table 1 also details the control measures the applicant has proposed to assist in controlling these emissions, where necessary.

Table 1: Proposed applicant controls

| Emission | Sources | Potential | Proposed controls |
|---|---|-------------------------------|--|
| | | pathways | |
| Construction | | | |
| Dust | Construction of paste plant infrastructure | Air / windborne pathway | Dust suppression will be achieved using water carts along roads and on hardstand areas. |
| | Vehicle movements | | Enforce speed limits along roads to reduce dust emissions. |
| Noise | Construction of paste plant infrastructure | Air / windborne pathway | No controls proposed. |
| Commissionin | g / Operation | | |
| Dust | Reclamation of tailings from TSF1 for paste production | Air / windborne pathway | Dust suppression will be achieved using water carts along roads and on hardstand areas. |
| | Storage and handling of dry tailings at the paste plant tailings storage facility Handling and | | Fibrous particles has been noted through laboratory examination (Golder Associates, 2017) within the tailings. Potentially fibrous materials will be managed in accordance with the Fibrous Minerals Management Plan (CNO-WHS- PLN-3420) |
| storage of binder (concrete) at the paste plant | | | Sprayers and sprinklers (from water carts) will be used during handling and storage of dry tailings. |
| | Handling and storage of dry flocculant at the paste plant | | Limiting bucket height and load size in windy conditions during dry tailings loading into hopper. |
| | | | Concrete binder will be delivered and stored within a silo with an enclosed |

| Emission | Sources | Potential pathways | Proposed controls |
|--|---|---|--|
| | | | discharge system (under pressure). |
| | | | Flocculant will be stored and weighed within a container shed. |
| Noise | Operation of paste plant Movement of machinery /vehicles | Air / windborne pathway | No controls proposed. |
| Spills and leaks (hydrocarbons/ reagents from paste plant infrastructure | Storage and handling of paste plant reagents Paste plant infrastructure | Direct discharge / overland runoff | Paste plant chemicals and hydrocarbons will be stored and handled in accordance with Australian Standard 1940-2004. All components of reagent mixing and handling facilities will be housed within bunded concrete containment slabs serviced by sump pumps. The bunds will be continuously cleared by the sump pumps and any spillage will be pumped back into the process circuit or to the existing TSF. |
| | | | Utilisation of spill pallets and other containment facilities during maintenance works. |
| | | | Strategic positioning of spill kits where the potential of spills is likely to occur. |
| Spills and leaks of | Transport of wet tailings to the paste | Direct discharge to | Pipelines will incorporate leak detection technology |
| tailings from pipelines | plant from the processing plant via pipelines | land / overland runoff | Pipelines will be placed within a containment trench or suitably bunded easement capable of containing any spill with appropriately designed catch pits or sumps |
| | | | Pipelines will be inspected daily for integrity during operations |
| | | | Where pipelines cross creeks or drains, reinforcement (steel casing) will be used and the pipeline raised above predicated flood levels for a 1 in 100-year event. |
| Sediment laden / contaminated | Flooding of paste plant and dry tailings storage area from | Direct discharge / overland | The base of the dry tailings storage area will be enclosed with a perimeter bund to prevent run-off from leaving the area. |
| stormwater | significant rainfall events. | runoff | Surface water infrastructure will be constructed where required to control and direct surface water flows to direct surface water away from work areas. This may include bunding, culverts, drainage lines or collection sumps. |
| | | | Work areas will be graded as required to ensure any contaminated stormwater or runoff is directed away from work activity |

| Emission | Sources | Potential pathways | Proposed controls |
|----------|---------|--------------------|---|
| | | | areas and directed to a designated collection area and reused or treated accordingly if disposed. |
| | | | The proposed surface water management infrastructure will be designed to 1 in 100-year rainfall events. |

3.1.2 Receptors

In accordance with the *Guideline: Risk Assessment* (DWER 2020), 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.

Table 2 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 2020)).

Table 2: Sensitive human and environmental receptors and distance from prescribed activity

| Human receptors | Distance from activity / prescribed premises |
|--|--|
| Yakabindie Pastoral Station (Homestead) | Approximately 4.5km northwest of the proposed infrastructure. |
| Town of Leinster | 32 km southeast of the Premises. Not considered a receptor. |
| Environmental receptors | Distance from activity / prescribed premises |
| Threatened and Priority Ecological Communities | 500m buffer for a Priority 1 Ecological Community - Violet Range (Perseverance Greenstone Belt) vegetation complexes (banded ironstone formation) is overlapping premises boundary. Edge of buffer 800km west of paste plant area. |
| Surface water | Minor watercourse (freshwater creek) is located approximately 1.6km east of the paste plant area. Watercourse feeds into Lake Miranda (5km south of the premises) Another minor drainage line is located 750m south east of the processing plant area. This also feeds into Lake Miranda. |
| Threatened and/or priority flora | Grevillea inconspicuous (priority flora) located approximately 2.1km south west of the paste plant area. |

3.2 Risk ratings

Risk ratings have been assessed in accordance with the *Guideline: Risk Assessments* (DWER 2020) 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 works approval 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 3.

Works approval W6635/2021/1 that accompanies this decision report authorises construction and time-limited operations. The conditions in the issued works approval, as outlined in Table 3 have been determined in accordance with *Guidance Statement: Setting Conditions* (DER 2015).

A licence is required following the time-limited operational phase authorised under the works approval to authorise emissions associated with the ongoing operation of the paste plant activty. A risk assessment for the operational phase has been included in this decision report, however licence conditions will not be finalised until the department assesses the licence application.

Table 3: Risk assessment of potential emissions and discharges from the premises during construction, commissioning and operation

| Risk Event | Risk Event | | | | | | Conditions of works approval | Justification for additional |
|--|---------------------|---|--|--------------------|--|-------------|---|--|
| Source/Activities | Potential emissions | Potential pathways and impact | Receptors | Applicant controls | C = consequence L = likelihood | sufficient? | | regulatory controls |
| Construction | | | | | | | | |
| Construction of new Category 5 infrastructure | Dust | Air/windborne pathway causing impacts to vegetation health | Native vegetation | See section 3.1.1 | C = Slight L = Rare Low risk | Y | N/A | No additional regulatory controls required. |
| | Noise | Air/windborne pathway causing impacts to health and amenity | Pastoral station homestead 4.5km northwest of processing plant | None proposed. | C = Slight L = Unlikely Low risk | N/A | N/A | |
| Operation (including comm | issioning and time | limited operations | s) | 1 | | 1 | 1 | ' |
| Reclaiming of dry tailings from TSF1. | Dust | Air/windborne pathway causing impacts to vegetation health | Native vegetation Minor watercourse 300m east of TSF1 | See section 3.1.1 | C = Minor L = Unlikely Medium risk | Y | Condition 10 – time limited operation requirements | The applicant's proposed controls have been conditioned within the works approval in accordance with <i>Guideline: Risk Assessments</i> (DWER 2020). |

| | Tailings spills during loading and transport | Direct discharge to land | Soils Native vegetation | See section 3.1.1 | C = Minor L = Unlikely Medium risk | Y | Condition 10 – time limited operation requirements | The applicant's proposed controls have been conditioned within the works approval in accordance with Guideline: Risk Assessments (DWER 2020). |
|--|--|---|--|-------------------|--|-----|--|---|
| Commissioning and operation of the paste fill plant (including storage and handling of dry reclaimed tailings) | Dust from handling of dry tailings at paste plant | Air/windborne pathway causing impacts to health and amenity | Native vegetation | See section 3.1.1 | C = Minor L = Unlikely Medium risk | Y | Condition 5 – commissioning requirements Condition 10 – time limited operation requirements | The applicant's proposed controls have been conditioned within the works approval in accordance with Guideline: Risk Assessments (DWER 2020). |
| | Noise | Air/windborne pathway causing impacts to health and amenity | Pastoral station homestead 4.5km northwest of processing plant | None proposed | C = Slight L = Unlikely Low risk | N/A | N/A | No additional regulatory controls required. The provisions of the Environmental Protection (Noise) Regulations 1997 are also applicable |
| | Spills and leaks (hydrocarbons/ reagents) from paste plant infrastructure. | Direct discharge to land | Surrounding soil | See section 3.1.1 | C = Slight L = Unlikely Low risk | Y | Condition 1 - infrastructure design requirements | The applicant's proposed controls have been conditioned within the works approval in accordance with Guideline: Risk Assessments (DWER 2020). |
| | Spills and leaks of tailings and hypersaline return water | Direct discharge to land | Surrounding soil Native vegetation | See section 3.1.1 | C = Moderate L = Unlikely Medium risk | Y | Condition 1 – infrastructure design requirements | The applicant's proposed controls have been conditioned within |

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| from pipelines. | | | | | | Condition 5 – commissioning requirements Condition 10 – time limited operation requirements | the works approval in accordance with Guideline: Risk Assessments (DWER 2020). |
|---|--|---|----------------------|---------------------------------------|---|--|---|
| Sediment laden / contaminated stormwater from within work areas | Overland runoff potentially causing ecosystem disturbance or impacting surface water quality | Minor watercourse is located approximatel y 700m east of plant area. | See section 3.1.1 | C = Moderate L = Unlikely Medium risk | Y | Condition 1 – infrastructure design requirements Condition 5 – commissioning requirements Condition 10 – time limited operation requirements | The applicant's proposed controls have been conditioned within the works approval in accordance with Guideline: Risk Assessments (DWER 2020). |

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

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

4. Consultation

Table 4 provides a summary of the consultation undertaken by the department.

Table 4: Consultation

| Consultation method | Comments received | Department response |
|--|--|---------------------|
| Application advertised on the department's website on 7/01/2022 | No comments received | N/A |
| Local Government Authority advised of proposal on 7/01/2022 | No comments received. | N/A |
| Department of Mines, Industry Regulation and Safety (DMIRS) advised of proposal 7/ 01/2022 | Response received 18/1/2021. "DMIRS has reviewed the application from Australian Nickel Investments Pty Ltd for a Works Approval W6635/2021/1 under Division 3 Part V of the Environmental Protection Act 1986 (EP Act) at Cosmos Nickel Operation, mining tenements M36/371, M36/127 and M36/180. The proposed construction of a Paste Fill Plant appears consistent with approvals granted by DMIRS under the <i>Mining Act 1978</i> via mining proposal registration ID 92690. Given this, DMIRS has no concerns regarding this application" | Noted. |
| Applicant was provided with draft works approval and assessment documents on 28/01/2022 | Applicant responded on 14/02/2022 advising no comments / changes to be made on drafts and waiving rest of 21 day consultation period. | N/A |

5. Conclusion

Based on the assessment in this decision report, the delegated officer has determined that a works approval will be granted, subject to conditions commensurate with the determined controls and necessary for administration and reporting requirements.

References

- 1. Department of Environment Regulation (DER) 2015, *Guidance Statement: Setting Conditions*, Perth, Western Australia.
- 2. Department of Water and Environmental Regulation (DWER) 2020, *Guideline: Environmental Siting*, Perth, Western Australia.
- 3. DWER 2020, Guideline: Risk Assessments, Perth, Western Australia.

Appendix 1: Application validation summary

| SECTION 1: APPLICATION SUMMARY | | | | | | |
|--|---|---|--------------------|-------|------------|--|
| Application type | | | | | | |
| Works approval | \boxtimes | | | | | |
| | | Relevant works approval number: | | None | | |
| | | Has the works approvith? | oval been complied | Yes □ | No □ | |
| Licence | | Has time limited ope works approval dem acceptable operatio | nonstrated | Yes □ | No □ N/A □ | |
| | | Environmental Com submitted? | pliance Report / | Yes □ | No □ | |
| | | Date Report receive | ed: | | | |
| Renewal | | Current licence number: | | | | |
| Amendment to works approval | | Current works approval number: | | | | |
| A management to linear an | | Current licence number: | | | | |
| Amendment to licence | | Relevant works approval number: | | N/A | | |
| Registration | | Current works approval number: | | None | | |
| Date application received | | 11 November 2021 | | | | |
| Applicant and Premises details | | | | | | |
| Applicant name/s (full legal name/s) | | Australian Nickel Investments Pty Ltd | | | | |
| Premises name | | Cosmos Nickel Operation | | | | |
| Premises location | Mining lease M36/371, M36/127 and M36/180 | | | | | |
| Local Government Authority | Shire of Leonora | | | | | |
| Application documents | | | | | | |
| HPCM file reference number: | | DER2018/001042-6 | | | | |
| Key application documents (addition application form): | nal to | Supporting document Application form | | | | |
| Scope of application/assessment | | | | | | |

Works approval This application is for the Cosmos paste plant which will utilise dry and wet tailings for paste production. The paste produced will be utilised to fill stopes (empty voids) underground to increase stability. Dry tailings will be sourced from TSF1 and wet tailings will be Summary of proposed activities or sourced via a pipeline from the Cosmos processing plant. The changes to existing operations. operation of the paste plant will divert tailings for re-use underground which will increase available tailings storage facility capacity. The paste plant will predominantly utilise wet tailings however is expected to utilise dry tailings during the first several months of operation (i.e. until the Cosmos processing plant is operational) and during process plant shutdowns. Category number/s (activities that cause the premises to become prescribed premises) Table 1: Prescribed premises categories Prescribed premises category and Proposed production or design Proposed changes to the description capacity production or design capacity (amendments only) 1.1 Million tonnes (max design Category 5 Is there a proposed change to capacity) the previously assessed 415,000 tonnes expected production or design capacity? production rate. Legislative context and other approvals Has the applicant referred, or do they Referral decision No: intend to refer, their proposal to the EPA Yes □ No ⊠ Managed under Part V □ under Part IV of the EP Act as a significant proposal? Assessed under Part IV □ Does the applicant hold any existing Part Ministerial statement No: IV Ministerial Statements relevant to the Yes □ No 🗵 **EPA Report No:** application? Has the proposal been referred and/or Reference No: Yes □ No □ assessed under the EPBC Act? Certificate of title □ General lease □ Expiry: Has the applicant demonstrated Yes ⊠ No □ Mining lease / tenement ⊠ Expiry: occupancy (proof of occupier status)? Expiry:03/03/2041

Other evidence □ Expiry:

| Has the applicant obtained all relevant planning approvals? | Yes □ No □ N/A ⊠ | Approval: Expiry date: If N/A explain why? Not required |
|---|------------------|--|
| Has the applicant applied for, or have an existing EP Act clearing permit in relation to this proposal? | Yes ⊠ No □ | CPS No: 7914/2 |
| 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: Several Groundwater Licenses and agreements are held to allow for abstraction of water under the Rights in RIWI Act and include: GWL 110790(7) allowing 3 Gigalitres (GL) per year for the purposes of dust suppression, dewatering and mineral ore processing; GWL 63896(10) allowing 1.5 GL per year for the purposes of mineral exploration activities; and AGR 201905(1) allowing 1.5 GL per year for potable water production |
| Does the proposal involve a discharge of waste into a designated area (as defined in section 57 of the EP Act)? | Yes ⊠ No □ | Name: Goldfields Groundwater Area Type: Proclaimed Groundwater Area Has Regulatory Services (Water) been consulted? Yes □ No □ N/A ☒ Regional office: Goldfields |
| Is the Premises situated in a Public Drinking Water Source Area (PDWSA)? | Yes □ No ⊠ | Name: N/A Priority: N/A Are the proposed activities/ landuse compatible with the PDWSA (refer to WQPN 25)? 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 □ | Mining Act 1976 – mining proposal REG ID 92690 Dangerous Goods Safety Act 2004 |
|--|------------|--|
| 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 Contaminated Sites Act 2003? | | Classification: possibly contaminated – investigation required (PC–IR) Date of classification: 20/07/2011 |
| | Yes ⊠ No □ | |
| | | |