



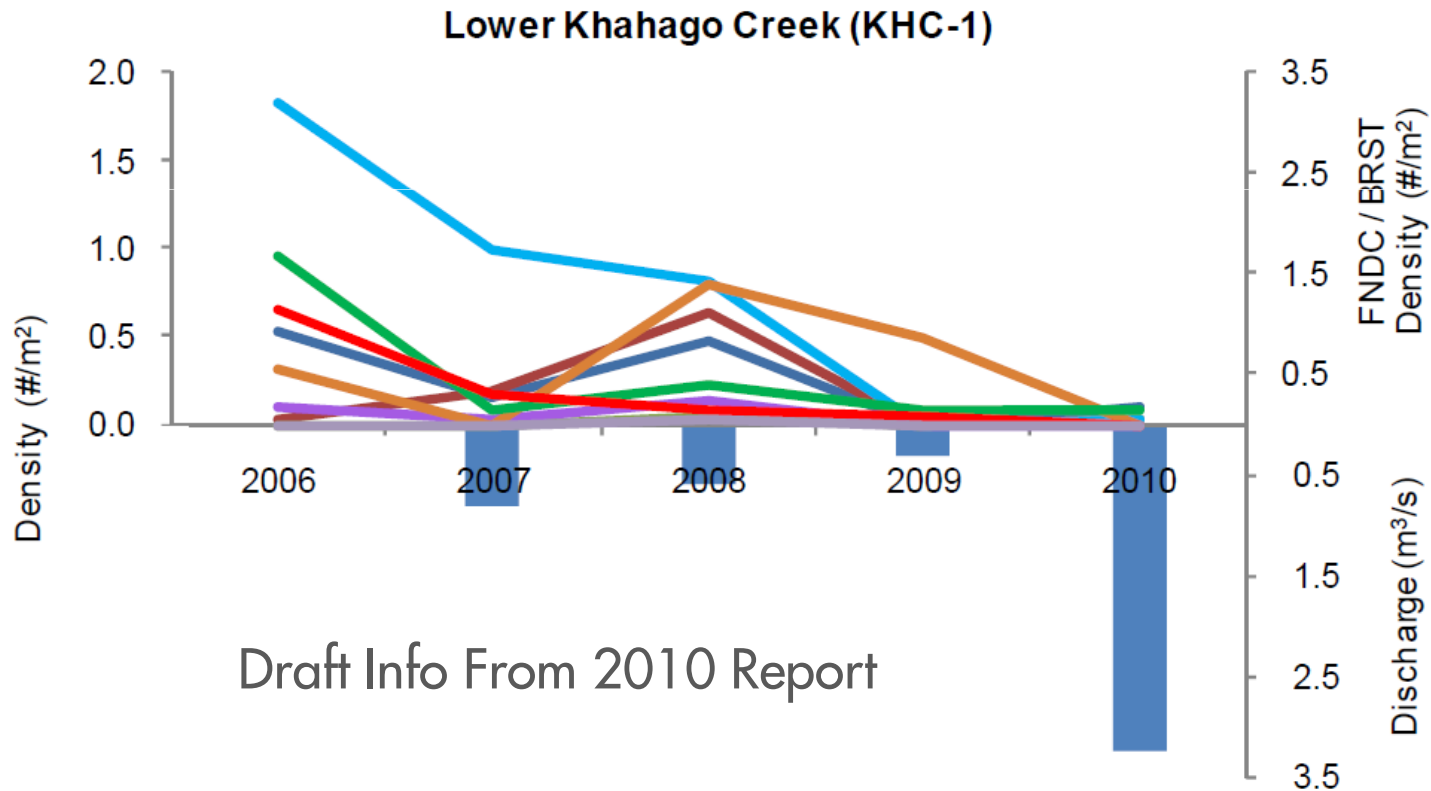
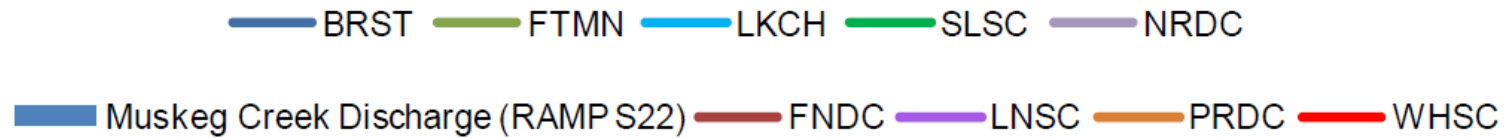
Jackpine Mine Expansion/Pierre River No Net Loss Plan Consultation Meeting

February 17, 2011



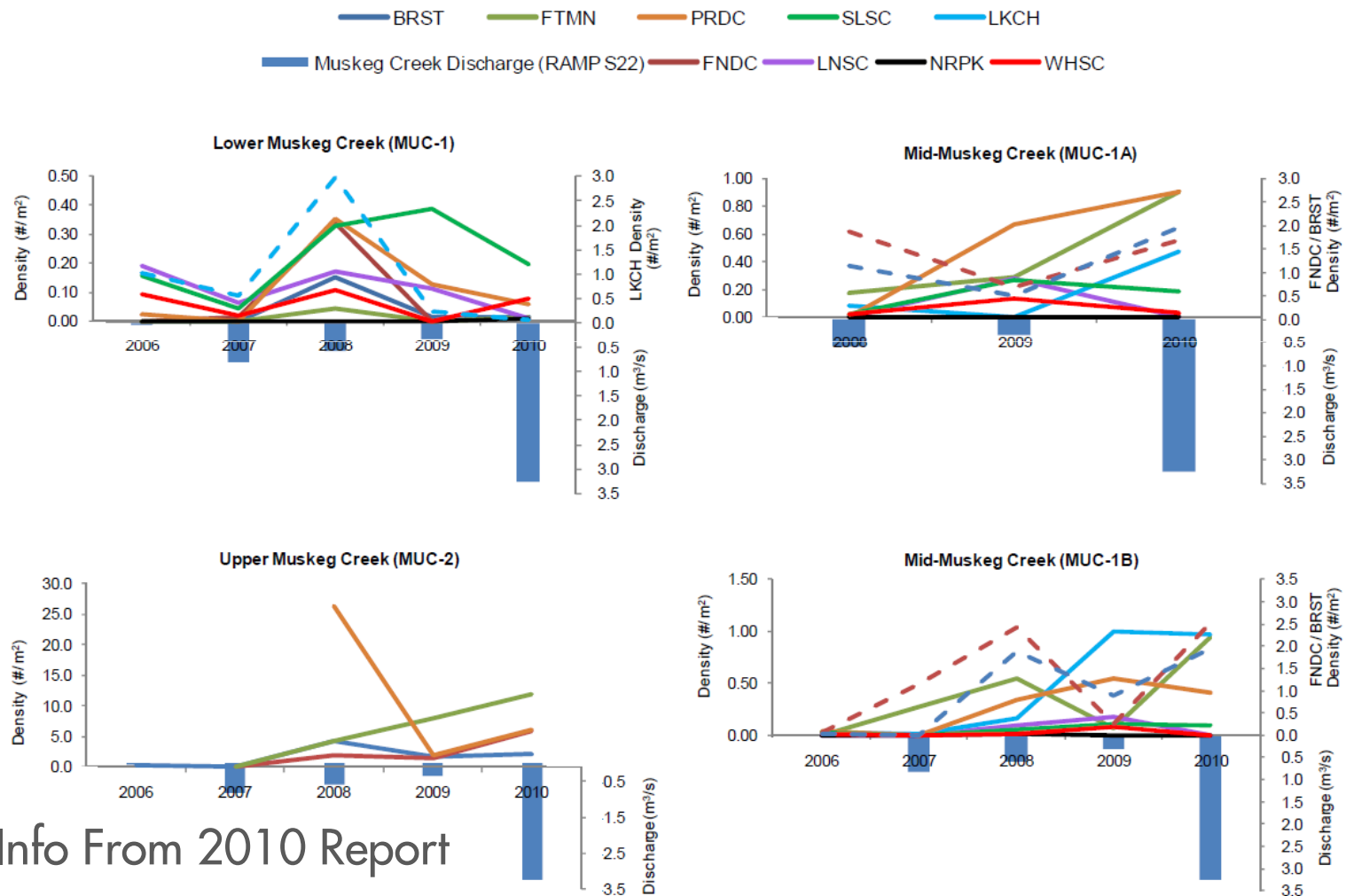
Fish Rescue Questions from Fort McKay First Nation

- Noted differences in the species of fish found (Khahago Ck) in the EIA compared to the fish salvage



Questions from Fort McKay First Nation

- Noted differences in the species of fish found (Khahago Ck) in the EIA compared to the fish salvage



Draft Info From 2010 Report

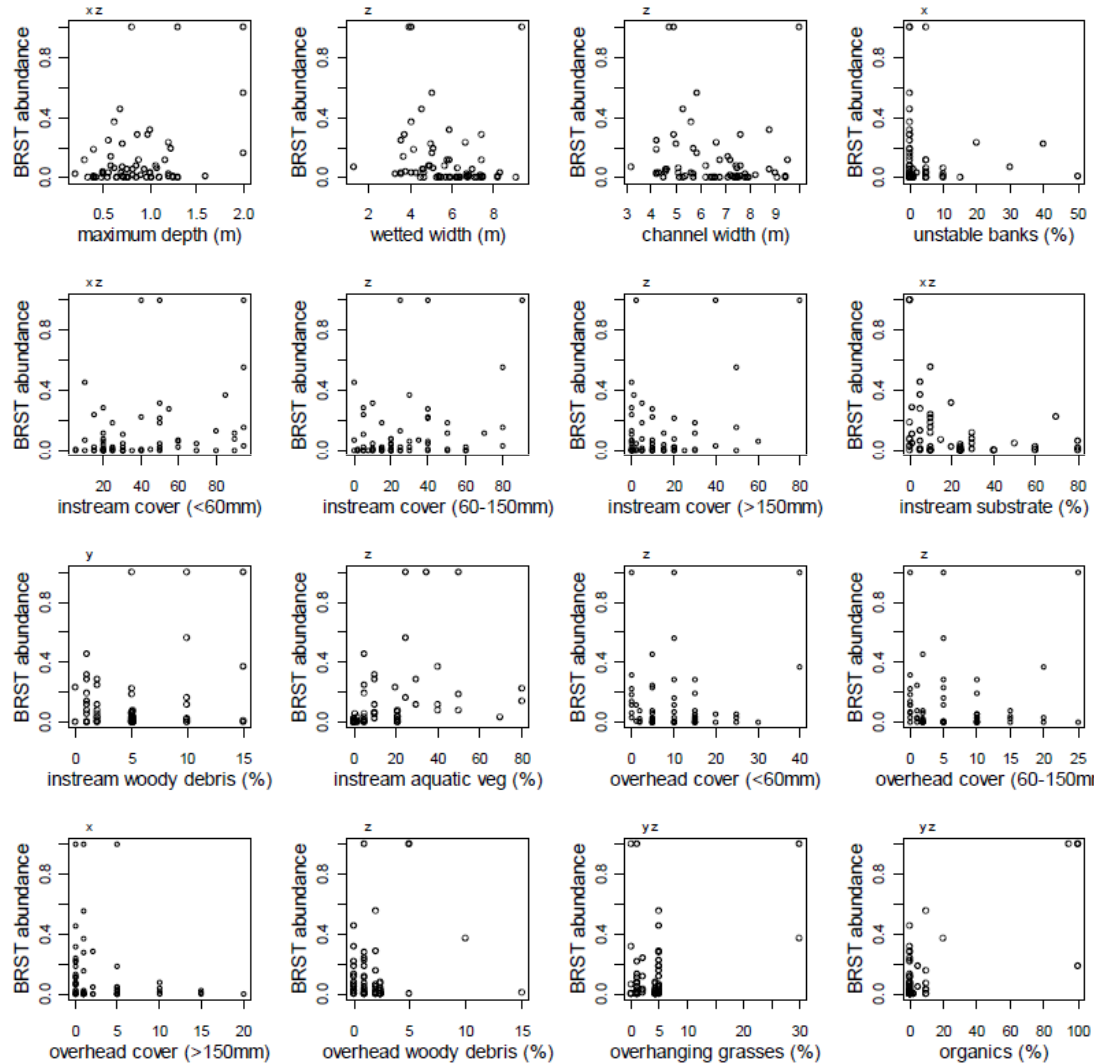
February 17, 2011

Questions from Fort McKay First Nation

- How do the EIA predictions about fish abundance/biomass compare to the current findings? (related to their HSI/HADD calculations and ratio required for compensation) for Khahago and Sharkbite
 - We cannot convert biomass or abundance into habitat units
 - Biomass and abundance vary greatly from year to year
 - Habitat suitability also varies greatly, but theoretically we compensate to a single habitat unit value for each portion of fish habitat – the average habitat suitability for the average species assemblage times the average habitat area?
 - Don't truly know what that is for any fish habitat except perhaps those monitored for 5 years.
 - Will 1) refine models using monitoring data, 2) use the pre-disturbance and measured habitat characteristics in the models for appropriate species (from fish rescue and Environmental Setting Reports) 3) recalculate habitat units and 4) redo the habitat compensation requirements accounting
 - If habitat losses are greater or lesser than for the NNLP professional judgement modelling, we will update the compensation requirements accordingly.

Questions from Fort McKay First Nation

- Example of model verification dataset from the last 5 years of monitoring



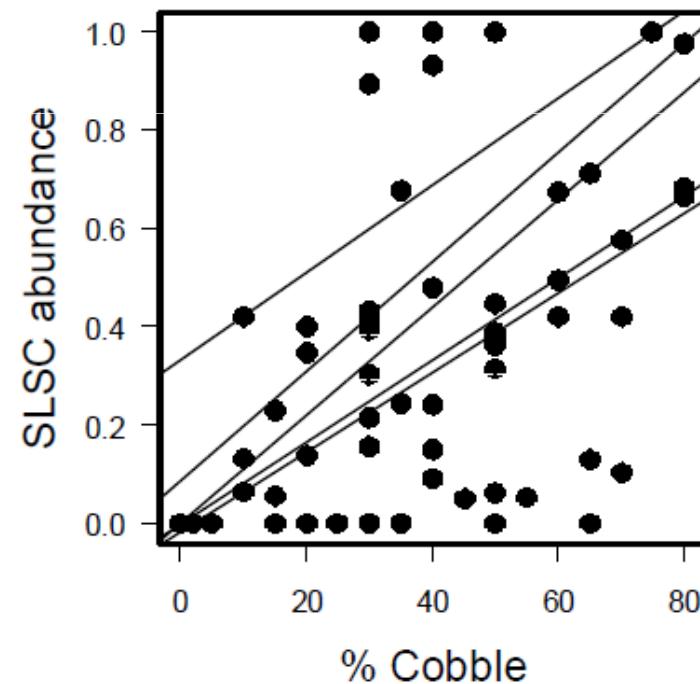
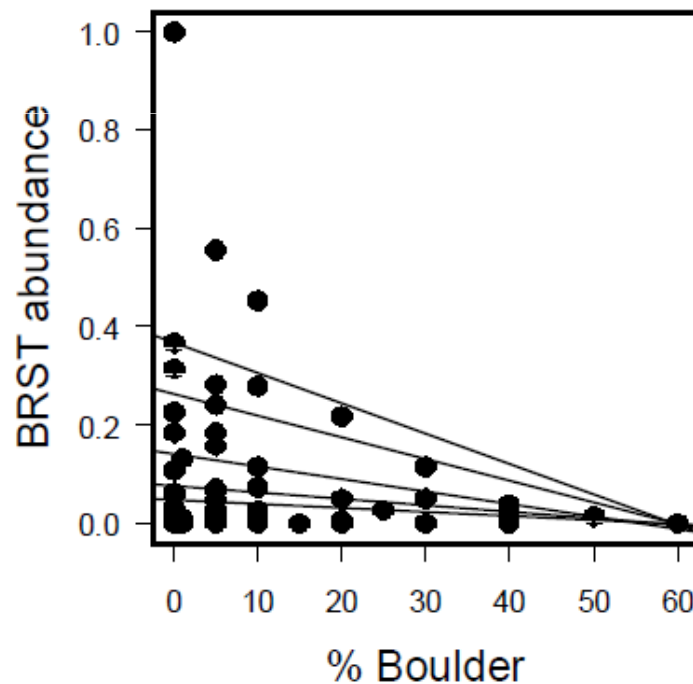
Draft Info From 2010 Report

Questions from Fort McKay First Nation

- Example of model verification dataset from the last 5 years of monitoring

Figure 3.29 An example of quantile regression results for two species and two different habitat measures. The regression lines represent 90th, 80th, 70th, 60th and 50th quantiles, from the upper line to lower line, respectively.

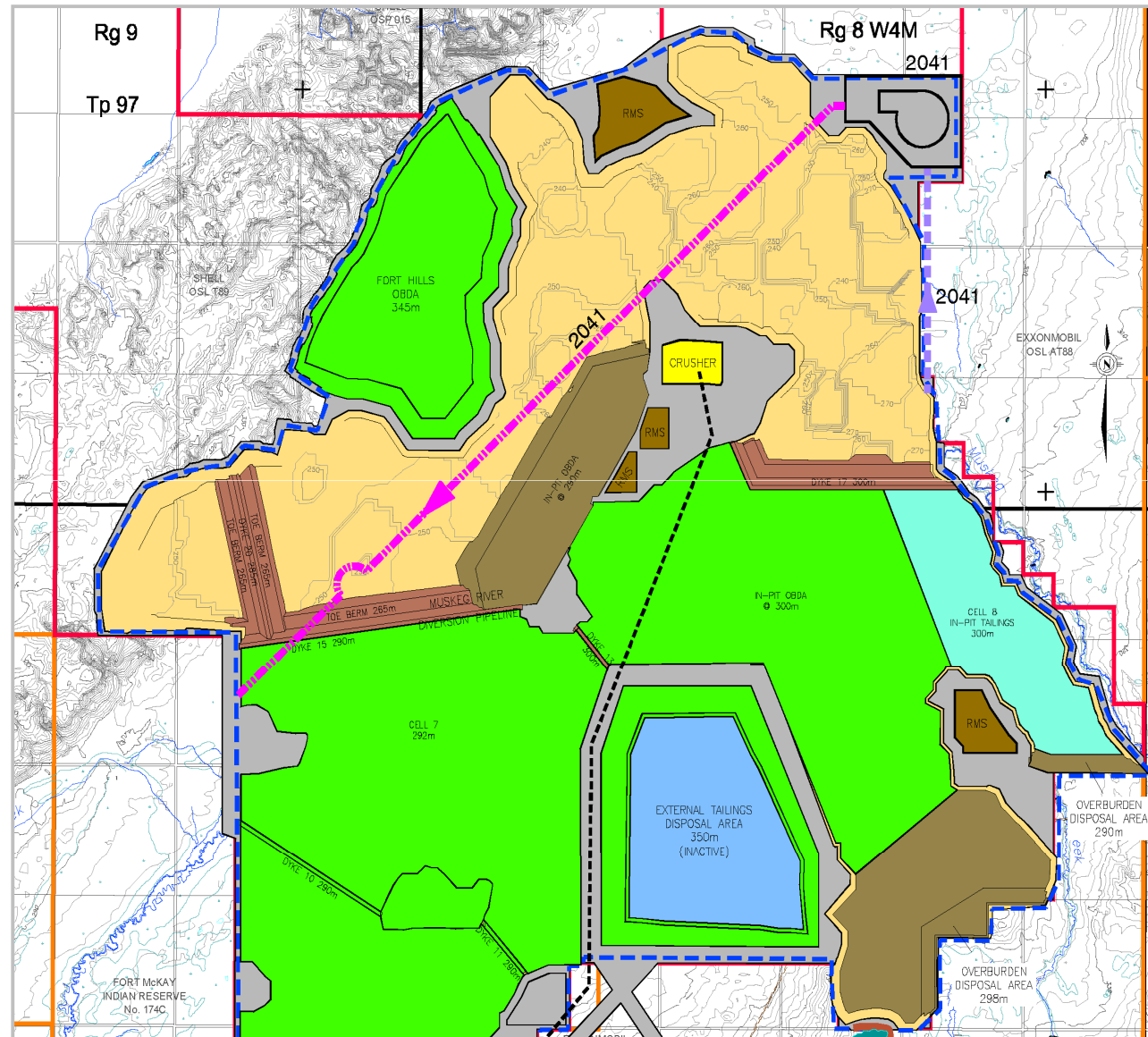
Draft Info From 2010 Report



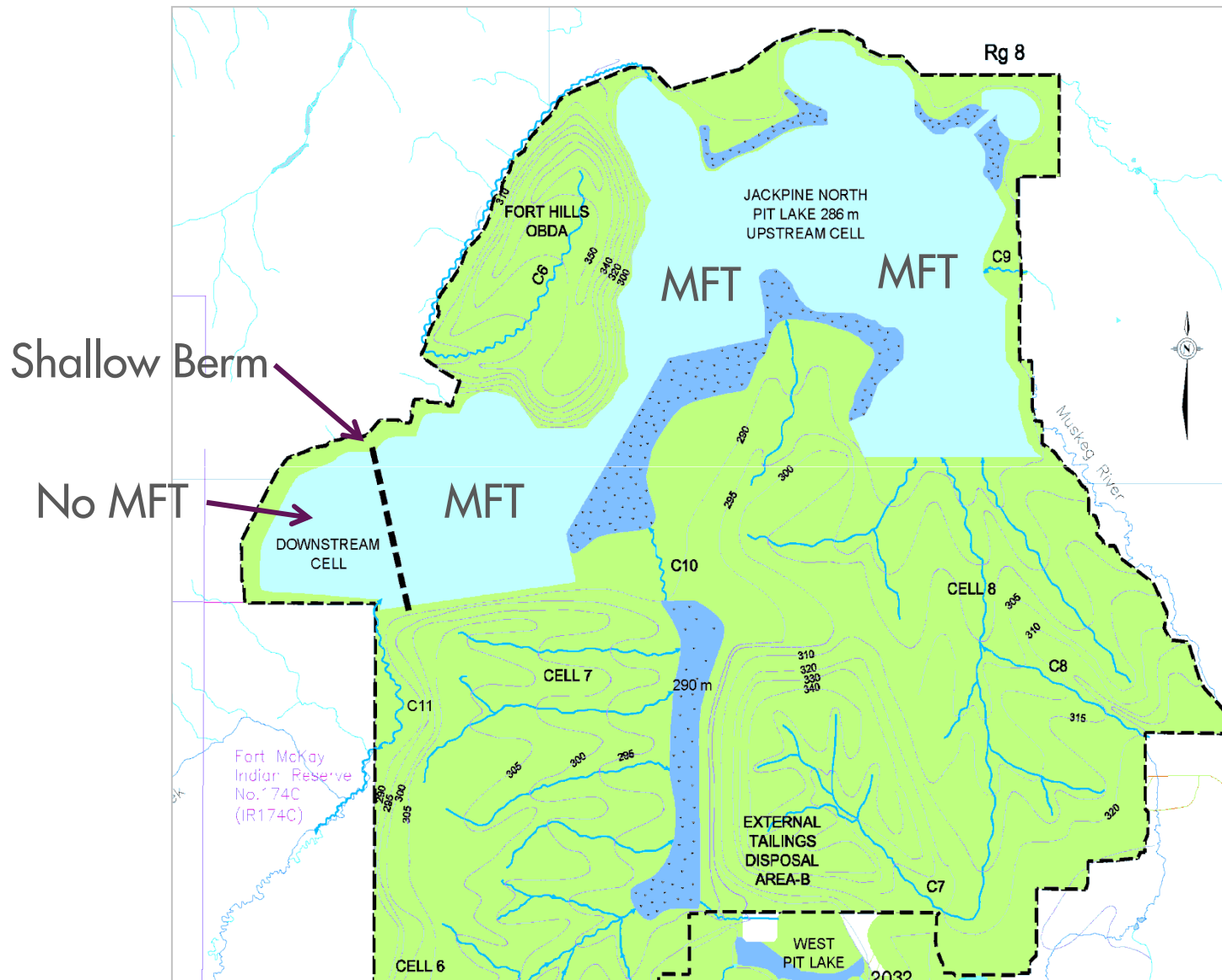
Muskeg River Diversion

- Shell is exploring alternatives to the pipeline proposed in the Application
- No decision has been made on preferred option
- HADD footprint of all alternatives is the same as the Application
 - Makes no difference to NNL Plan
- Regulatory discussion concerning alternatives will be done at some future time

Application Case – Diversion 2041 to Closure

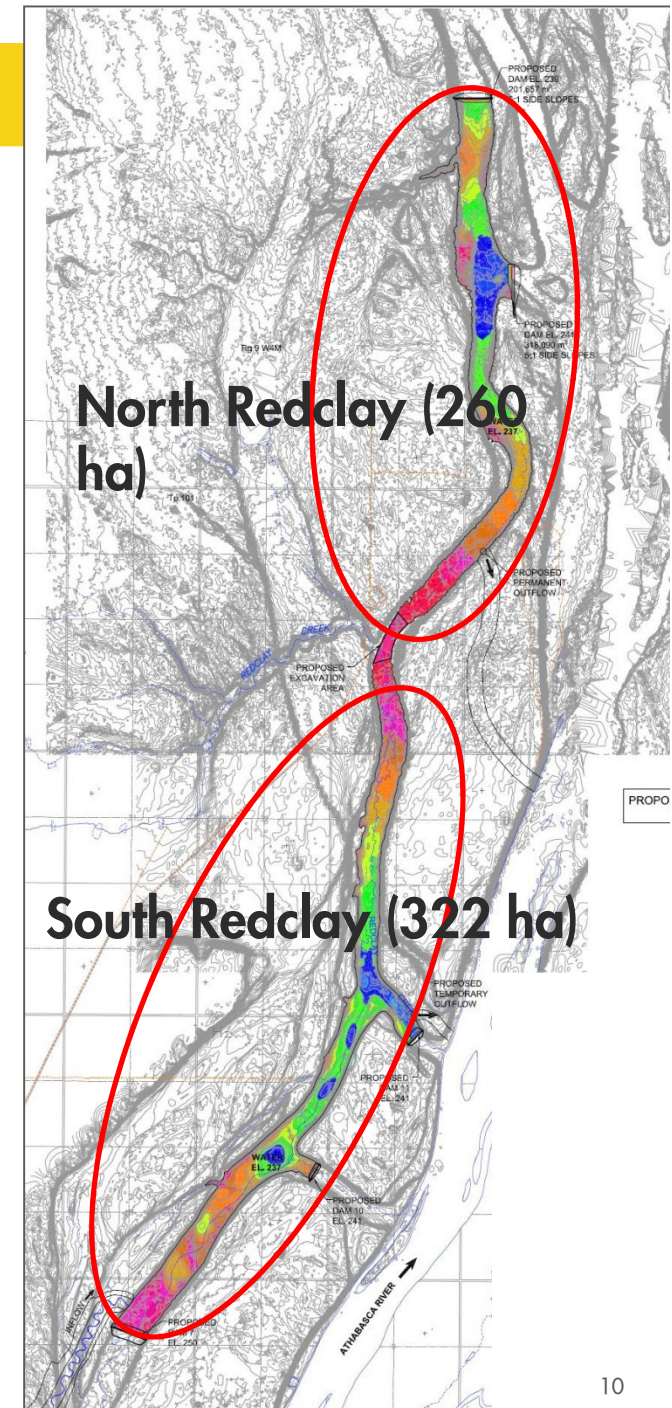


Application Case – Closure Landscape



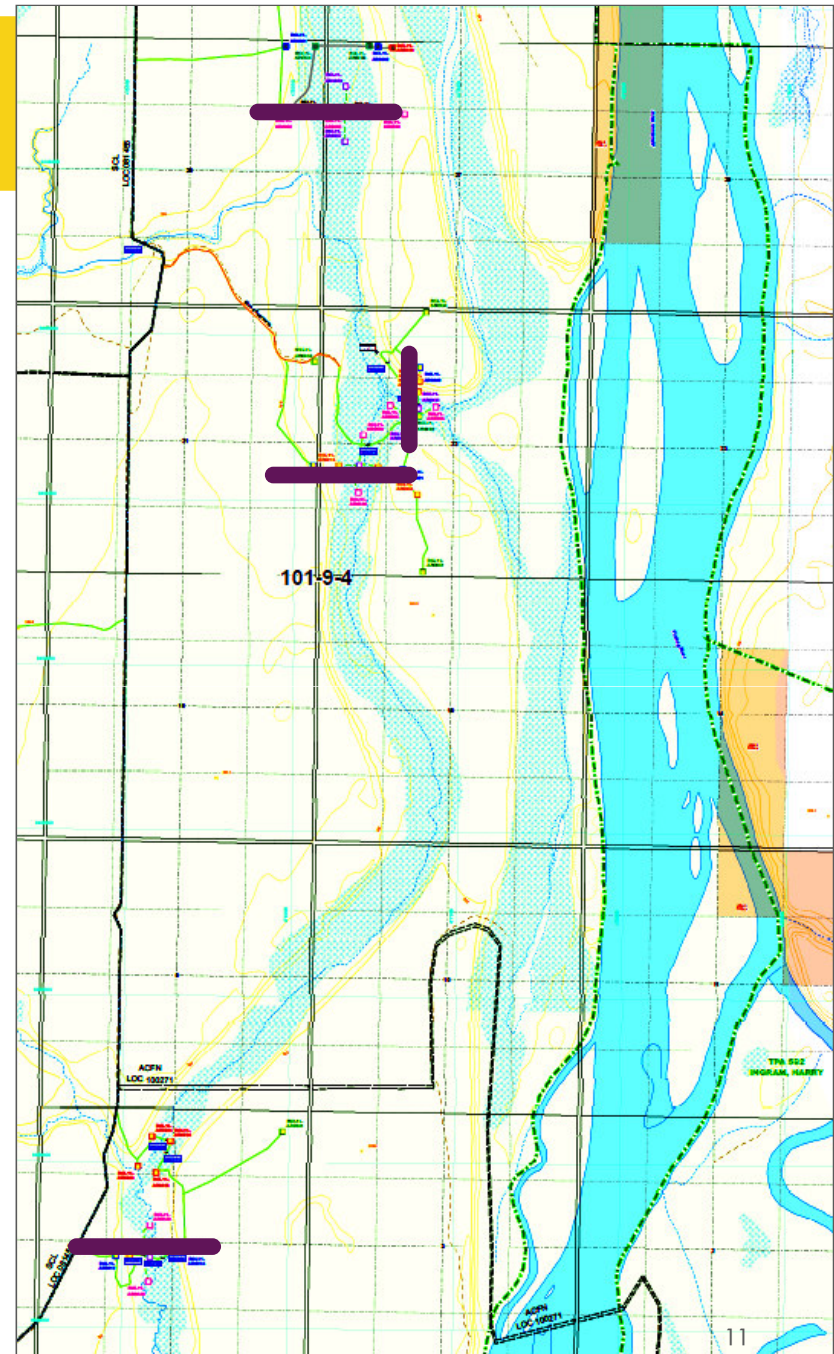
Redclay Lakes – Conceptual Design

- Conceptual design shows maximum potential lake sizes
 - Actual lakes could be smaller
- Lakes naturally split into two construction phases
 - High ground results in 2 separate lakes
 - North Redclay for existing approved projects
 - South Redclay for JPME/PRM



North Redclay Lake (Update on MRME NNL Plan)

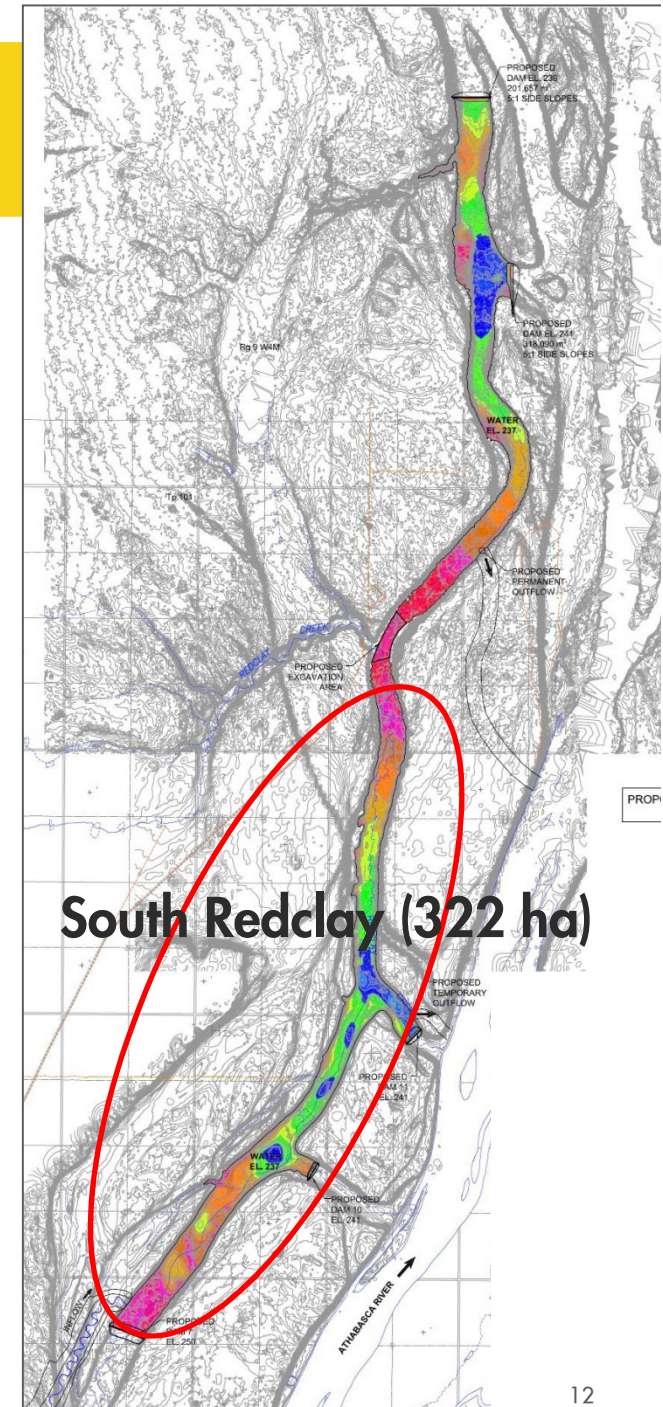
- Geotechnical studies underway
- Drilling program to evaluate the ground conditions at possible dam locations
- Will allow us to determine the financial costs of the various options so we can decide which one we should build
- Still on schedule to provide our best option at the end of Q2 2011
- Detailed design and detailed design consultation begins in late 2011
- Construction to be complete by the end of 2015 – from Authorization



JPME/PRM NNL Plan South Redclay Lake – Concept

- Required size depends on many variables:
 - Is any compensation still required for JPM1 after North Redclay construction?
 - Will approval be received for Pierre River and Jackpine Mine Expansion projects?
 - What are the geotechnical conditions?
 - Location/size also dependent on water source location
- South Redclay provides a feasible alternative for Shell's JPME/PRM fish habitat compensation requirements
- HADD and compensation requirement would be several years in the future
- Shell continues to look for other options which might replace South Redclay entirely or in part

February 17, 2011



Habitat Losses – JPME Habitat Units (Preliminary)

| Reach Identifier | Reach Identifier | Habitat Area (m ²) | Brook Stickleback | Fathead Minnow | Finescale Dace | Lake Chub | Longnose Sucker | Northern Pike | Pearl Dace | White Sucker |
|---------------------------------------------|------------------|--------------------------------|-------------------|----------------|----------------|-----------|-----------------|---------------|------------|--------------|
| Muskeg River - Reach 6b | MR-R6b | 212,911 | 106,455 | 159,683 | 106,455 | 106,455 | 106,455 | 138,392 | 159,683 | 116,925 |
| Unnamed Creek 9 | UC9 | 3,640 | 1,820 | | | 910 | | | 1,820 | |
| <i>Unnamed Waterbody 3</i> | <i>WB3</i> | 313,080 | 78,270 | | | | | | | |
| Wapasu Creek - Reach 1 | WC-R1 | 25,125 | 25,125 | 25,125 | | 12,563 | 12,563 | | 18,844 | 15,211 |
| Wapasu Creek - Reach 2 | WC-R2 | 21,282 | 21,282 | 21,282 | | 10,641 | 10,641 | | 15,962 | 12,884 |
| Wapasu Creek - Reach 3a | WC-R3a | 49,379 | 23,825 | 24,689 | | 35,553 | 29,627 | | 24,689 | 37,664 |
| Wapasu Creek - Reach 3b | WC-R3b | 23,143 | 11,462 | 11,572 | | 5,786 | 11,572 | | 11,572 | 17,652 |
| Muskeg River - Reach 6b - Minor Tributaries | MR-R6b-TX | 33,829 | 16,915 | | | 16,915 | | | 25,372 | |
| <i>Unnamed Waterbody 2</i> | <i>WB2</i> | 84,914 | 63,686 | | | | | | | |
| <i>Unnamed Waterbody 17</i> | <i>WB17</i> | 46,450 | 34,838 | | | | | | | |
| Muskeg River - Reach 6b - Tributary 22 | MR-R6b-T22 | 3,495 | 1,747 | | | 1,747 | 1,747 | 2,272 | 2,621 | 1,919 |
| <i>Unnamed Waterbody 1</i> | <i>WB1</i> | 52,710 | 26,355 | | | 26,355 | 26,355 | 34,262 | 34,696 | 52,710 |
| Unnamed Creek 12 | UC12 | 1,116 | 837 | | | 558 | 558 | | 558 | 703 |
| Muskeg River - Reach 6b - Tributary40 | MR-R6b-T40 | 6,709 | 3,355 | | | 3,355 | | | 5,032 | |
| Muskeg River - Reach 7 | MR-R7 | 20,248 | 10,124 | | 10,124 | 10,124 | 10,124 | 4,050 | 20,248 | 10,451 |

Habitat Losses – PRM Habitat Units (Preliminary)

| Watershed | Reach Identifier | Habitat Area (m ²) | Arctic Grayling | Brassy Minnow | Brook Stickleback | Burbot | Fathead Minnow | Flathead Chub | Lake Chub | Longnose Dace | Longnose Sucker | Northern Pike | Northern Redbelly Dace | Pearl Dace | Slimy Sculpin | Spoonhead Sculpin | Spottail Shiner | Trout-Perch | Walleye | White Sucker | Yellow Perch | |
|-----------------------------------|------------------|--------------------------------|-----------------|---------------|-------------------|--------|----------------|---------------|-----------|---------------|-----------------|---------------|------------------------|------------|---------------|-------------------|-----------------|-------------|---------|--------------|--------------|--|
| Pierre River | PR-R1 | 35,419 | 8,855 | 17,710 | 17,090 | 14,345 | 17,710 | 26,564 | 8,855 | 15,053 | 17,710 | 17,710 | 17,090 | 17,710 | 13,282 | | | 8,855 | 35,419 | 29,822 | | |
| | PR-R2 | 78,780 | 19,695 | 78,780 | 78,780 | 26,917 | 78,780 | | 39,390 | 985 | 39,390 | 51,207 | 78,780 | 59,085 | 18,710 | | | 19,695 | 39,390 | 46,663 | | |
| | UC4 | 47,567 | | 35,675 | 23,783 | | 35,675 | | 23,783 | | 23,783 | 9,513 | 23,783 | 23,783 | | | | | | | 29,965 | |
| | UC4-T1 | 18,726 | | 14,045 | 9,363 | | 14,045 | | 9,363 | | 9,363 | 3,745 | 9,363 | 9,363 | | | | | | | 11,797 | |
| | PR-R3 | 27,171 | | 27,171 | 27,171 | | 27,171 | | 13,585 | | 13,585 | | 27,171 | 20,378 | | | | | | | 16,094 | |
| | PR-R3-TX | 5,226 | | | 5,226 | | 5,226 | | 2,613 | | 2,613 | | 5,226 | 3,919 | | | | | | | 3,095 | |
| Eymundson Creek | EC-R1 | 43,160 | 10,790 | | 21,580 | 17,803 | 21,580 | 21,580 | 10,790 | | 21,580 | 21,580 | 21,580 | 21,580 | | | | 21,580 | 21,580 | 20,640 | | |
| | UC1-R1 | 8,910 | 8,910 | | 2,228 | 3,742 | 4,076 | 5,101 | 6,148 | | 5,631 | | 3,386 | 5,101 | | | | 4,455 | | 6,606 | | |
| | UC1-R2 | 30,605 | | | 15,302 | 12,752 | 15,302 | 15,302 | 7,651 | | 15,302 | | 15,302 | 15,302 | | | | | | 23,010 | | |
| | UC1-R2-TX | 17,531 | | | 8,765 | | | | | | | | | | | | | | | | | |
| | WB5 | 41,180 | | | 0 | | | | | | | | | | | | | | | | | |
| | EC-R2 | 108,373 | 27,093 | | 47,684 | 9,031 | 68,275 | 54,187 | 70,443 | | 54,187 | | 47,684 | 95,369 | | | | 27,093 | | 72,800 | | |
| | UC-11 | 83,919 | | | 41,959 | | 41,959 | | 20,980 | | 41,959 | | 41,959 | 20,980 | | | | | | 51,969 | | |
| | EC-R2-TX | 84 | | | 37 | | | | | | | | | | | | | | | | | |
| | EC-R3 | 32,585 | 8,146 | | 16,292 | | 16,292 | 16,292 | 8,146 | | 16,292 | | 16,292 | 16,292 | | | | | | 16,818 | | |
| | EC-R4 | 55,001 | | | 41,250 | | 41,250 | | 27,500 | | | | 41,250 | 55,001 | | | | | | | | |
| AC-R1 | 39,341 | | | 19,670 | | 19,670 | | 9,835 | | | | 19,670 | 19,670 | | | | | | | | | |
| AC-R1-TX | 15,814 | | | 7,907 | | | | 3,954 | | | | | | | | | | | | | | |
| Big Creek | BC-R1 | 43,444 | 21,722 | | 10,861 | 19,079 | 10,861 | 32,583 | 10,861 | 13,576 | 21,722 | 18,072 | | 32,583 | 8,146 | 10,861 | 27,587 | 32,583 | 21,722 | 17,250 | 20,325 | |
| | BC-R1-T1 | 62 | | | 15 | | | | | | | | | | | | | | | | | |
| | BC-R2 | 79,515 | | | 39,360 | 32,866 | 39,757 | | 19,879 | 39,757 | 39,757 | | | 39,757 | 39,757 | 39,757 | | | | 63,111 | 51,949 | |
| | UC7a | 11,430 | | | 5,715 | | 5,715 | | 2,858 | | 5,715 | | | | | | | | | 6,614 | | |
| | UC7a-TX | 1,610 | | | 805 | | | | | | | | | | | | | | | | | |
| | UC5 | 33,855 | | | 16,758 | | 16,928 | | 8,464 | | 16,928 | | | 16,928 | 16,928 | | | | | 26,871 | | |
| | UC2 | 17,843 | | | 7,137 | | 8,922 | | 4,461 | | 8,922 | | | 8,922 | 6,825 | | | | | 13,724 | | |
| | BC-R2-TX | 56 | | | 27 | | | | | | | | | | | | | | | | | |
| | FC-R1 | 28,554 | | | 14,134 | | 14,277 | | 7,139 | | 14,277 | | | 14,277 | 14,277 | | | | | 22,663 | | |
| | FC-R2 | 41,281 | | | 27,039 | | 34,160 | | 20,640 | | 20,640 | | | 10,320 | | | | | | 25,508 | | |
| | WB15 | 259,380 | | | 64,845 | | 0 | | 0 | | | | | | | | | | | | | |
| | FC-R2-TX | 13,719 | | | 8,986 | | | | | | | | | | | | | | | | | |
| | FC-R2-WBX | 80,864 | | | 52,966 | | | | | | | | | | | | | | | | | |
| BC-R3 | 48,800 | | | 12,200 | | 12,200 | | 12,200 | | 24,400 | | | 24,400 | | | | | | | | | |
| BC-R3-T1 | 59,595 | | | 14,899 | | | | | | | | | | | | | | | | | | |
| Athabasca River Minor Tributaries | AR-TX | 17,270 | | | 17,270 | | 17,270 | | 8,635 | | | | 17,270 | 4,318 | | | | | | | | |

Habitat Losses – JPME and PRM Summary (Preliminary)

Pierre River HADD

| Watershed | Habitat Area (m2) | Arctic Grayling | Brassy Minnow | Brook Stickleback | Burbot | Fathead Minnow | Flathead Chub | Lake Chub | Longnose Dace | Longnose Sucker | Totals |
|-----------------------------------|-------------------|-----------------|----------------|-------------------|----------------|----------------|----------------|----------------|---------------|-----------------|------------------|
| Pierre River | 212,889 | 28,550 | 173,381 | 161,413 | 41,262 | 178,607 | 26,564 | 97,589 | 16,038 | 106,444 | 829,848 |
| Eymundson Creek | 476,503 | 54,939 | | 222,674 | 43,328 | 228,404 | 112,462 | 165,447 | | 154,951 | 982,205 |
| Big Creek | 720,008 | 21,722 | | 275,747 | 51,945 | 142,820 | 32,583 | 86,502 | 53,333 | 152,361 | 817,013 |
| Athabasca River Minor Tributaries | 17,270 | | | 17,270 | | 17,270 | | 8,635 | | | 43,175 |
| Totals | 1,426,670 | 105,211 | 173,381 | 677,104 | 136,535 | 567,101 | 171,609 | 358,173 | 69,371 | 413,756 | 2,672,241 |

| Watershed | Habitat Area (m2) | Northern Pike | Northern Redbelly Dace | Pearl Dace | Slimy Sculpin | Spoonhead Sculpin | Spottail Shiner | Trout-Perch | Walleye | White Sucker | Yellow Perch | Totals |
|-----------------------------------|-------------------|----------------|------------------------|----------------|----------------|-------------------|-----------------|----------------|----------------|----------------|------------------|------------------|
| Pierre River | 212,889 | 82,175 | 161,413 | 134,238 | 31,992 | | | 28,550 | 74,809 | 137,436 | 0 | 650,613 |
| Eymundson Creek | 476,503 | 21,580 | 207,123 | 249,295 | | | | 53,128 | 21,580 | 191,843 | 0 | 744,549 |
| Big Creek | 720,008 | 18,072 | | 147,187 | 85,933 | 50,618 | 27,587 | 32,583 | 21,722 | 175,741 | 72,274 | 631,717 |
| Athabasca River Minor Tributaries | 17,270 | | 17,270 | 4,318 | | | | | | | | 21,588 |
| Totals | 1,426,670 | 121,827 | 385,806 | 535,038 | 117,925 | 50,618 | 27,587 | 114,261 | 118,111 | 505,020 | 72,274 | 2,048,467 |
| PRM Grand Total | | | | | | | | | | | 4,720,708 | |

Jackpine Mine Expansion HADD

| Reach Identifier | Habitat Area (m ²) | Brook Stickleback | Fathead Minnow | Finescale Dace | Lake Chub | Longnose Sucker | Northern Pike | Pearl Dace | White Sucker | Totals |
|-------------------------------|--------------------------------|-------------------|----------------|----------------|----------------|-----------------|----------------|----------------|----------------|------------------|
| Muskeg River Reach 6b + Tribs | 256,944 | 128,472 | 159,683 | 106,455 | 128,472 | 108,202 | 140,664 | 192,708 | 118,844 | 1,083,500 |
| Wapasu Creek | 118,929 | 81,694 | 82,668 | | 64,543 | 64,403 | | 71,067 | 83,411 | 447,786 |
| Unnamed Waterbodies | 497,154 | 203,149 | | | 26,355 | 26,355 | 34,262 | 34,696 | 52,710 | 377,527 |
| Unnamed Creek 12 | 1,116 | 837 | | | 558 | 558 | | 558 | 703 | 3,214 |
| Unnamed Creek 9 | 3,640 | 1,820 | | | 910 | | | 1,820 | | 4,550 |
| Muskeg River - Reach 7 | 20,248 | 10,124 | | 10,124 | 10,124 | 10,124 | 4,050 | 20,248 | 10,451 | 75,245 |
| Totals | 898,031 | 426,096 | 242,351 | 116,579 | 230,962 | 209,642 | 178,976 | 321,097 | 266,119 | 1,991,822 |

February 17, 2011

JPME Grand Total 1,991,822

| |
|------------------|
| Total |
| 6,712,530 |

Potential Habitat Gains – Lake Habitat Suitability by Species

| Species | HSI |
|-------------------|------|
| brook stickleback | 0.47 |
| fathead minnow | 0.47 |
| finescale dace | 0.47 |
| lake chub | 0.51 |
| longnose sucker | 0.50 |
| northern pike | 0.43 |
| pearl dace | 0.47 |
| slimy sculpin | 0.27 |
| spottail shiner | 0.55 |
| walleye | 0.20 |
| white sucker | 0.60 |

Fish Species Selected for Compensation Lake

| Group | Species | In Big Creek or Redclay Creek watersheds? | In Muskeg River Watershed? | In Athabasca River? | Include in Compensation Lake? | Habitat Units Created by Compensation Lake |
|---------------------|------------------------|-------------------------------------------|----------------------------|---------------------|-------------------------------|--------------------------------------------|
| Large - bodied fish | Arctic grayling | Redclay | Yes | Yes | Yes | ? |
| | burbot | Both | Yes | Yes | Yes | ? |
| | cisco | No | Yes | Yes | No | |
| | goldeye | No | Yes | Yes | No | |
| | lake whitefish | No | Yes | Yes | Yes | ? |
| | longnose sucker | Both | Yes | Yes | Yes | 2,908,168 |
| | mountain whitefish | No | Yes | Yes | No | |
| | northern pike | Redclay | Yes | Yes | Yes | 2,501,024 |
| | walleye | Redclay | Yes | Yes | Yes | 1,163,267 |
| | white sucker | Both | Yes | Yes | Yes | 3,494,573 |
| | yellow perch | Big Creek | Yes | Yes | Yes | ? |
| Small - bodied fish | brook stickleback | Both | Yes | Yes | Yes | 2,737,538 |
| | fathead minnow | Both | Yes | Yes | Yes | 2,737,538 |
| | flathead chub | No | Yes | Yes | No | |
| | lake chub | Both | Yes | Yes | Yes | 2,966,331 |
| | longnose dace | Both | Yes | Yes | Yes | ? |
| | pearl dace | Both | Yes | Yes | Yes | 2,737,538 |
| | slimy sculpin | Both | Yes | Yes | Yes | 1,541,329 |
| | spoonhead sculpin | Big Creek | Yes | Yes | Yes | ? |
| | spottail shiner | Big Creek | Yes | Yes | Yes | 3,171,598 |
| | emerald shiner | No | Yes | Yes | No | |
| | trout-perch | Redclay | Yes | Yes | Yes | ? |
| | finescale dace | Redclay | Yes | No | Yes | 2,737,538 |
| | northern redbelly dace | Redclay | Yes | No | Yes | ? |
| Total | | | | | | 28,696,442 |

 means expected in lake, but not included in habitat gains calculations

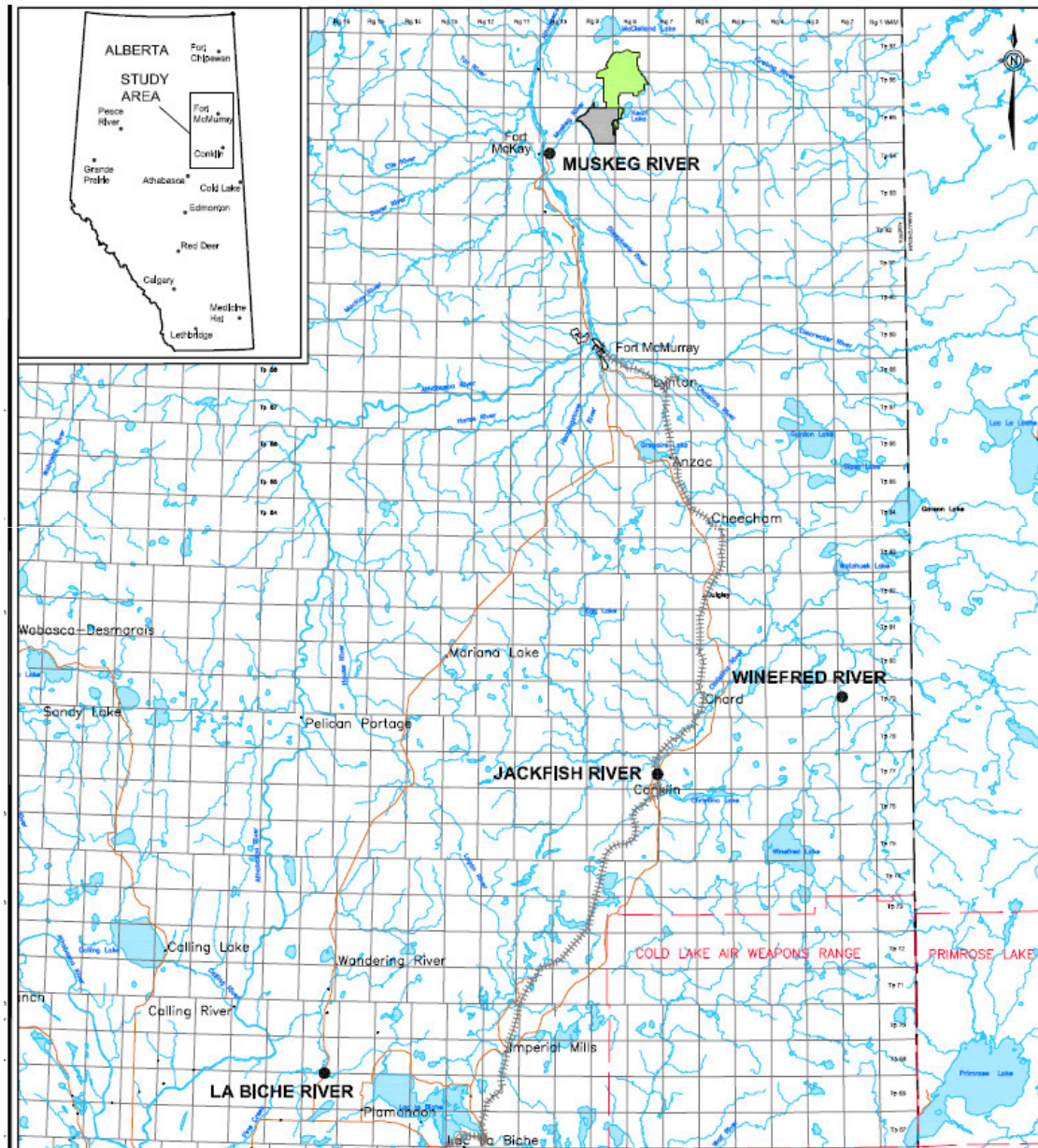
Other Compensation Issues

- No HADD calculated for downstream effects of flow changes for the Muskeg River (reaches 1 to 5)
 - Dependent on outcome of surrogate stream and other analyses
- No HADD calculated for Athabasca River water withdrawals
 - Dependent on DFO policy paper
- No HADD calculated for Athabasca River water intake at PRM
 - Very small HADD, compensation will be addressed when design and resulting footprint impacts known
- South Redclay can easily provide enough compensation for all potential outcomes of these unknowns.

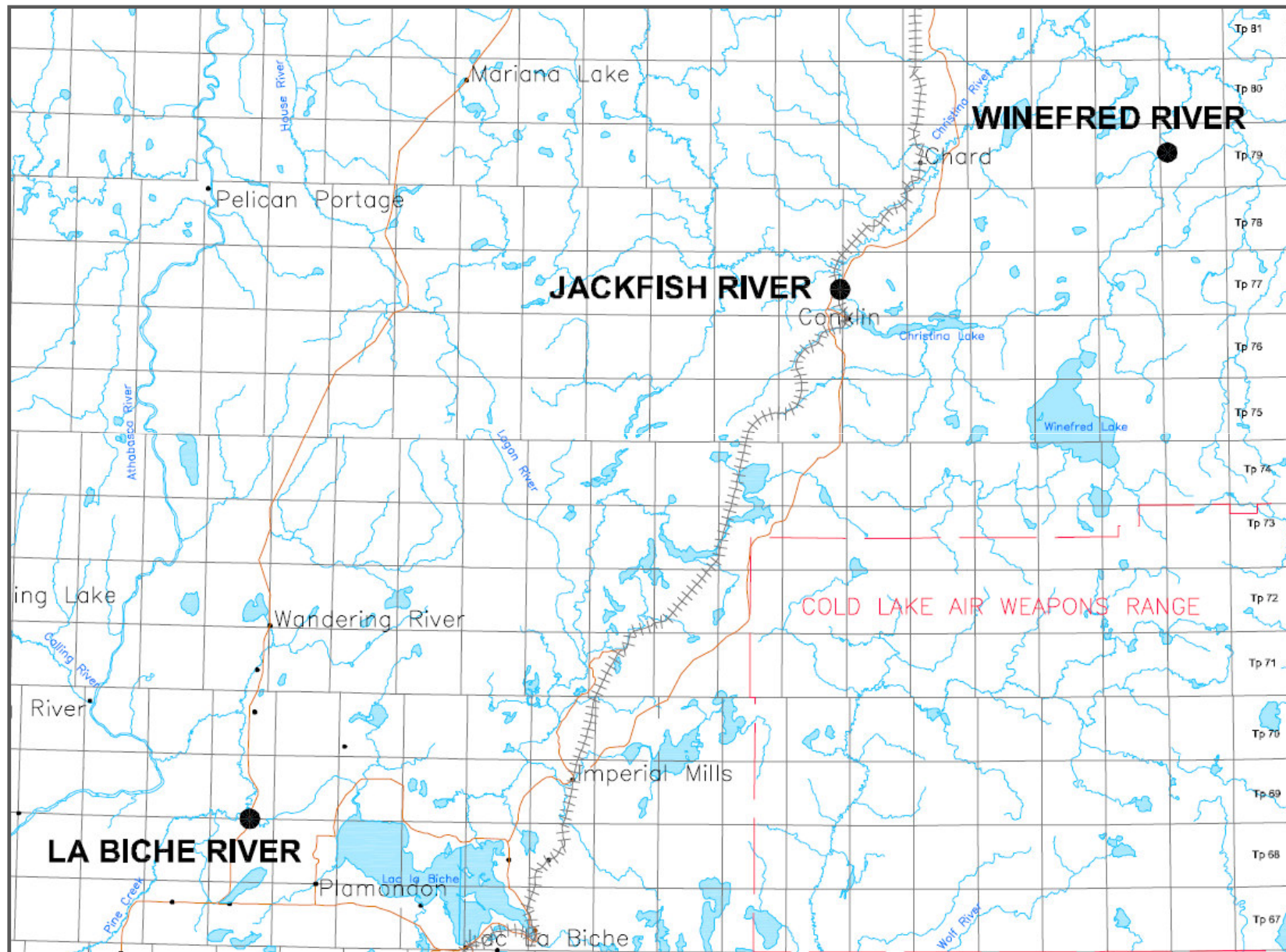
Surrogate Stream Analysis - Background

- Need to define Net impact of change. No model exists to determine net impact.
 - Winter flows increase – potentially positive.
 - Flood flows decrease – potentially negative.
 - Higher flows during droughts – potentially positive.
- Surrogate stream assessment (selected existing streams in region similar to future Muskeg River flow regime) – lake controlled hydrology – dampened hydrograph, similar size to future Muskeg River.
- Key study areas:
 - Fish species use – what do these rivers support?
 - Winter habitat conditions – winter flow, dissolved oxygen
 - Beaver dam density – effect of reduced floods on dams and fish passage
 - Habitat Diversity and Channel morphology – reduced floods and effects on channel forming processes

Surrogate Stream Analysis - Locations



Surrogate Stream Analysis - Locations



Surrogate Stream Analysis – Winefred River



Class 2 Run

February 17, 2011

Surrogate Stream Analysis – Winefred River



February 17, 2011

Surrogate Stream Analysis – LaBiche River



February 17, 2011

Surrogate Stream Analysis – LaBiche River



Class 1 Run

February 17, 2011

25

Surrogate Stream Analysis – Jackfish River



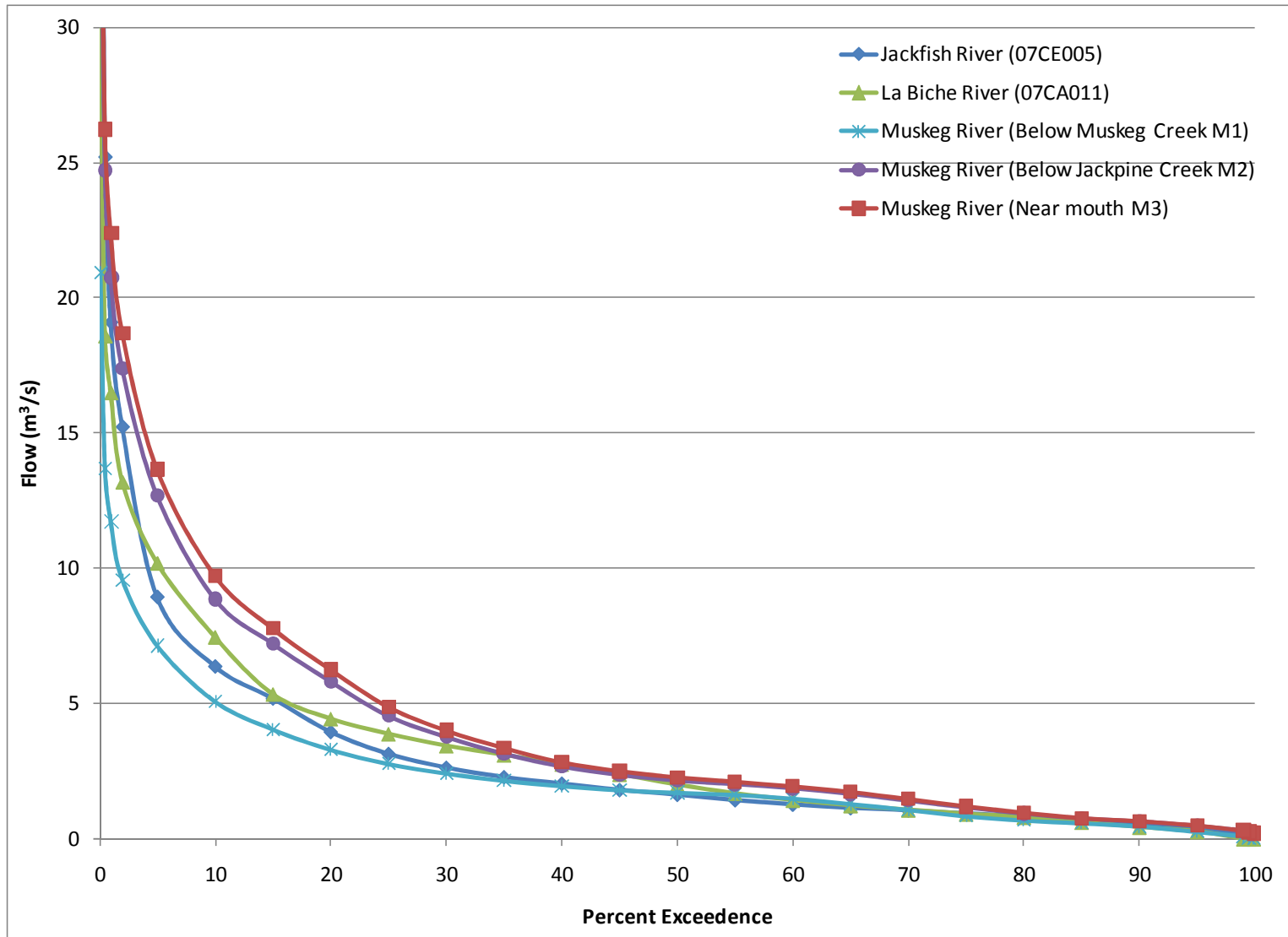
Class 2 Run

Surrogate Stream Analysis – Jackfish River



February 17, 2011

Surrogate Stream Analysis - Flows



Daily Flow Duration Curves for Jackfish River (1982-1995), La Biche River (1982-1995) and the Far Future Muskeg River (simulated based on 1953-2006)

February 17, 2011

Surrogate Stream Analysis – Channel Characteristics

Comparison of Surrogate Stream and Muskeg River Channel Characteristics (need Reach 5)

| | Winefred River | Jackfish River | Current Muskeg River (Reach 3) – | La Biche River | Current Muskeg River (Reach 4) |
|----------------------------------------------|------------------|------------------|----------------------------------|-----------------------|--------------------------------|
| Measured Flow Summer 2008 | 5.33 | 2.46 | 5.04 | 1.81 | 4.61 |
| Average Wetted /Channel Widths (m) ** | 27.8 / 28.2 | 29.8 / 30.4 | 16.9/18.5 | 18.8 / 19.8 | 16.7 / 17.1 |
| Riparian | boreal mixedwood | boreal mixedwood | boreal mixedwood | deciduous/grass-sedge | willow/alder |
| % Riffle / Run / Pool | 18 / 82 / 0 | 22 / 75 / 3 | 11 / 89 / 0 | 0 / 100 / 0 | 0 / 95 / 5 |
| % Instream Cover | 23.9 | 29.5 | 22.5 | 73.3 | 27.7 |
| % Overhead Cover | 14.4 | 5.4 | 6.9 | 10 | 12 |
| Maximum Depth (m) | 0.53 - 1.40 | 0.38 - 1.50 | 0.45 - 1.18 | 1.5 | 1.65 - 2.40 |
| Substrate (dominant/sub-dominant) | Co / Bo | Co / Bo | Co / Sa | Sa / Cl / Si | Sa / Co |
| Surface Water Slope (%) | 0.067 | 0.061 | 0.077 | 0.019 | 0.022 |

Surrogate Stream Analysis – Beaver Dams

Summary of Frequency of Beaver Dams with Winefred, Jackfish, La Biche and Muskeg Rivers

| | Winefred River | Jackfish River | La Biche River | Muskeg River | | |
|---------------------------|----------------|----------------|----------------|--------------|---------|---------|
| | | | | Reach 3 | Reach 4 | Reach 5 |
| Field Surveys | | | | | | |
| Distance Surveyed (km) | 1.37 | 1.26 | 0.83 | - | - | - |
| Beaver Dams | 0 | 1 | 0 | - | - | - |
| Aerial Photography | | | | | | |
| Distance Assessed (km) | 21.62 | 15.78 | 27.13 | 7.8 | 17.55 | 16.31 |
| Complete Dams | 1 | 3 | 0 | 0 | 2 | 2 |
| Breached Dams | 0 | 1 | 0 | 1 | 0 | 5 |
| Woody Debris | 0 | 2 | 0 | 1 | 0 | 0 |

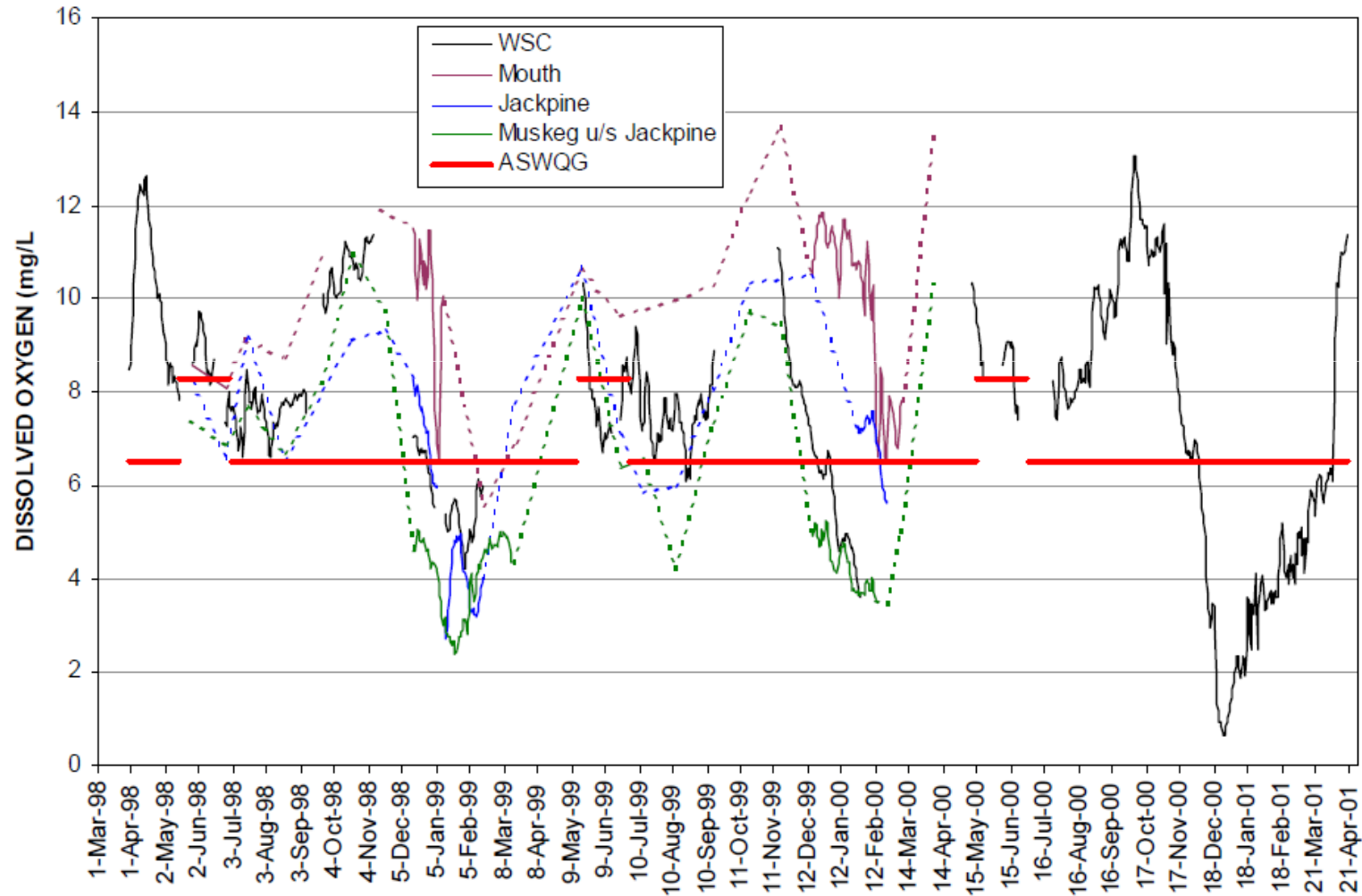
Surrogate Stream Analysis – Dissolved Oxygen

Seasonal Water Quality Parameters for the Surrogate Streams

| Site | Season | Temperature (°C) | YSI Dissolved Oxygen (mg/L) | Winkler DO (mg/L) | pH | Specific Conductance (µS/cm) | Total Suspended Solids (mg/L) |
|----------------|-----------|------------------|-----------------------------|-------------------|----|------------------------------|-------------------------------|
| Winefred River | 30-Jul-08 | 19.4 | 8.8 | 8.5 | 8 | 189 | 6 |
| | 28-May-09 | 10.6 | 12 | 10.8 | 8 | 142 | - |
| | 20-Mar-09 | 0.4 | 11.7 | 9.0 | 7 | 230 | - |
| Jackfish River | 06-Jul-08 | 17.4 | 10.4 | 9.5 | 8 | 132 | <3 |
| | 28-May-09 | 7.9 | 11 | 11.3 | 8 | 176 | - |
| | 20-Mar-09 | 0.5 | 10.8 | 9.8 | 7 | 204 | - |
| La Biche River | 07-Jul-08 | 20 | 10.7 | 9.0 | 9 | 211 | 6 |
| | 29-May-09 | 16.3 | 10.4 | 10.0 | 8 | 287 | - |
| | 20-Mar-09 | 0.2 | 10.8 | 9.8 | 7 | 338 | - |

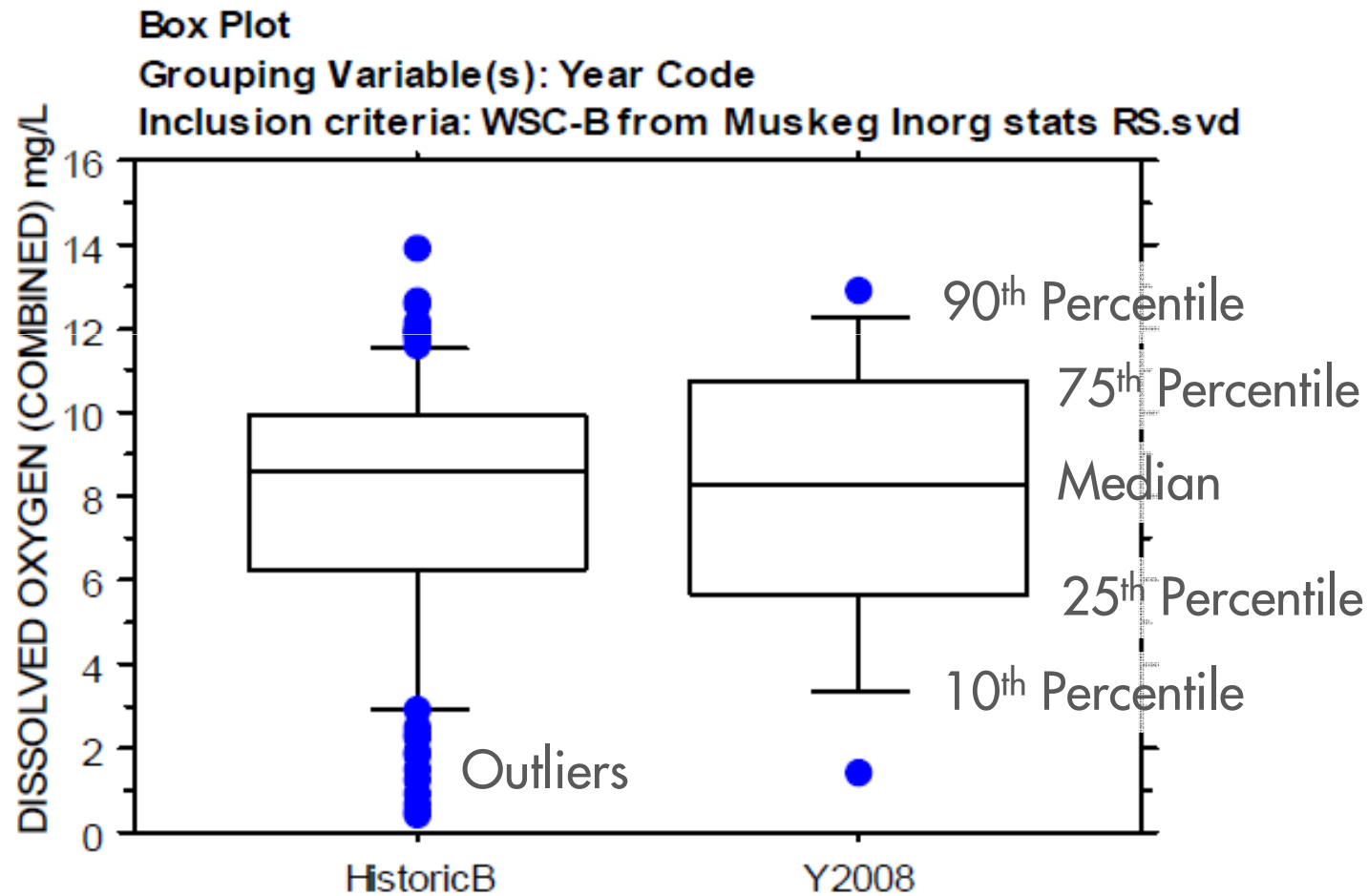
Muskeg River – Historical Dissolved Oxygen

Seasonal Dissolved Oxygen for the Muskeg River (to be supplemented) from McEachern and Noton 2002, Overview Of Water Quality In The Muskeg River Basin July 1972 To March 2001

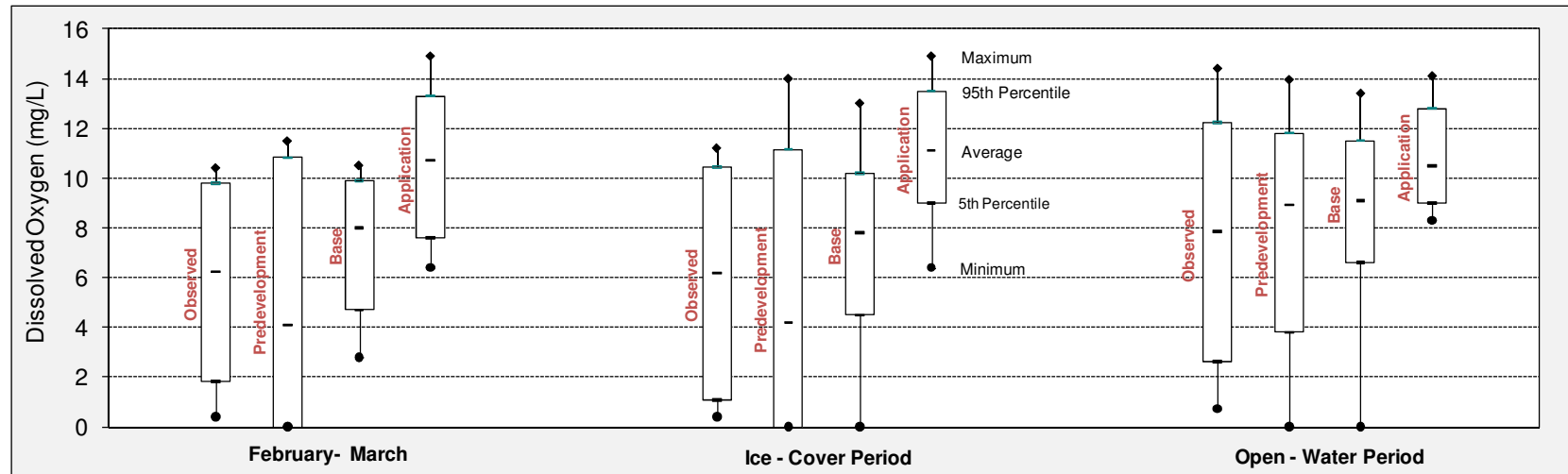


Muskeg River – Historical Dissolved Oxygen

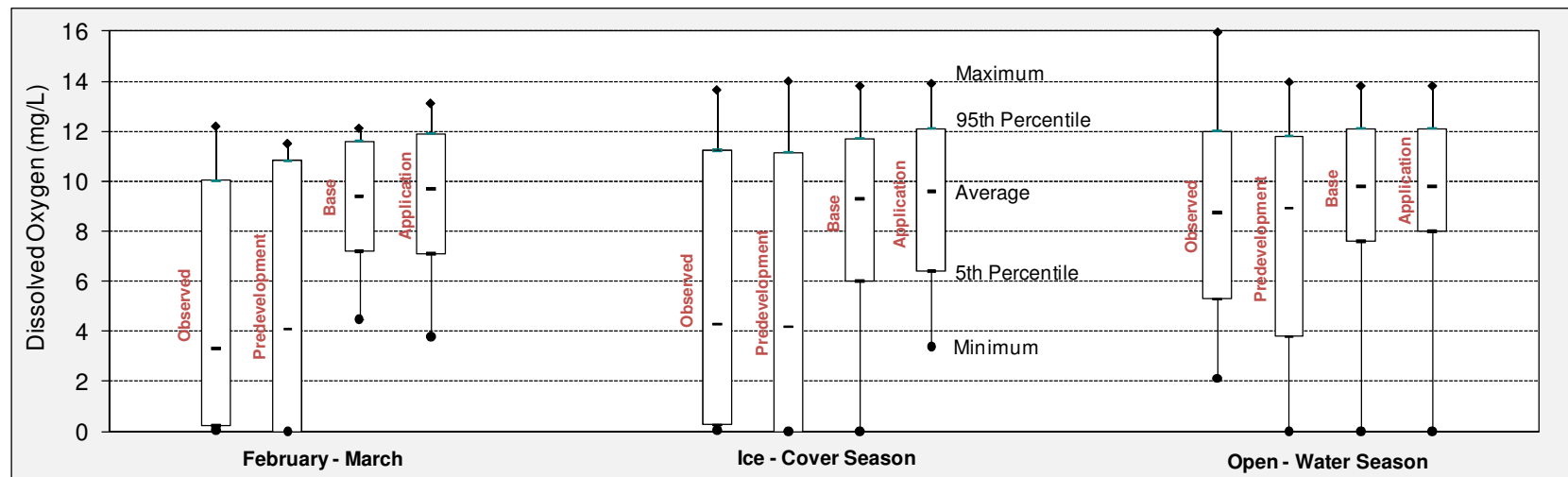
All seasons dissolved oxygen data for WSC Station on Muskeg River (to be supplemented) from AENV Muskeg River Watershed Integrated Water Quality Monitoring Program Annual Report, September 2009



Muskeg River - Dissolved Oxygen Modelling



Node M0 – Muskeg River downstream of Stanley Creek (preliminary)



Node M3 – Near the mouth of Muskeg River (preliminary)

Surrogate Stream Analysis – Fish Species Use

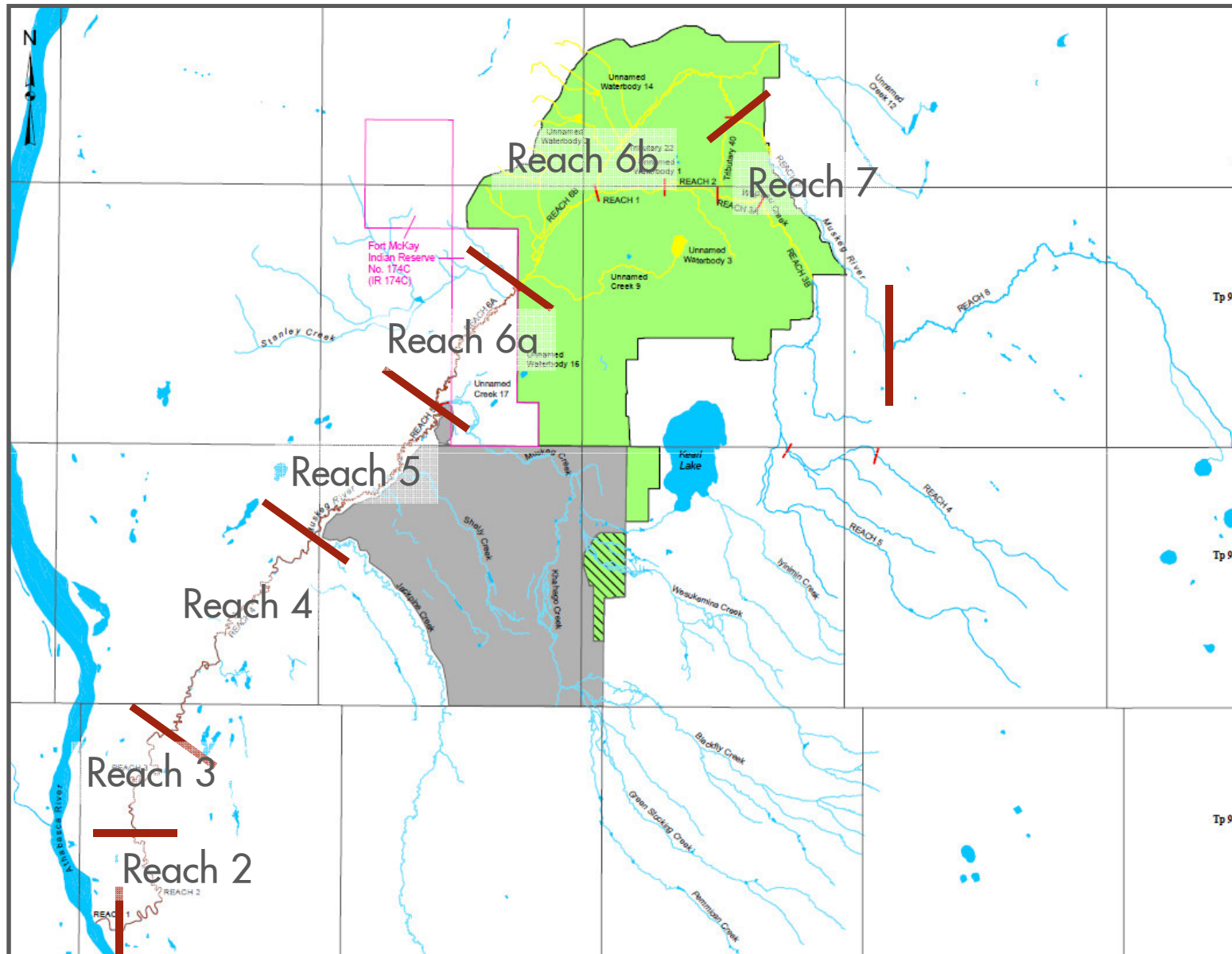
| Category | Species | | Surrogate Stream | | | Muskeg River | | |
|----------------|------------------------|-------------------------------|------------------|----------------|----------------|--------------|------------------------------|----------------------------|
| | Common Name | Scientific Name | Winefred River | Jackfish River | La Biche River | Reach 3 | Reach 4 Below Jackpine Creek | Reach 5 Below Muskeg Creek |
| Sport Fish | Burbot | <i>Lota lota</i> | ▲ | ■ ▲ | ■ | - | - | - |
| | Walleye | <i>Sander vitreus</i> | ■ | ■ ▲ | ■ | ● | ● | ● |
| | Mountain whitefish | <i>Prosopium williamsoni</i> | - | - | ■ | ● | ● | - |
| | Goldeye | <i>Hiodon alosoides</i> | - | - | ▲ | - | - | - |
| | Northern pike | <i>Esox lucius</i> | - | ■ ▲ | ■ ▲ | ● | ● | ● |
| | Arctic grayling | <i>Thymallus arcticus</i> | ■ | ■ ▲ | - | ● | ● | ● |
| | Lake whitefish | <i>Coregonus clupeaformis</i> | - | - | - | - | ● | - |
| | Yellow perch | <i>Perca flavescens</i> | ■ | - | - | - | ● | - |
| Non-sport Fish | White sucker | <i>Catostomus commersonii</i> | ■ ▲ | ■ ▲ | ▲ | ● | ● | ● |
| | Longnose sucker | <i>Catostomus catostomus</i> | ■ ▲ | ■ ▲ | - | ● | ● | ● |
| Forage Fish | Brook stickleback | <i>Culaea inconstans</i> | ■ | - | ■ | ● | ● | ● |
| | Lake chub | <i>Couesius plumbeus</i> | ■ ▲ | - | - | ● | ● | ● |
| | Spottail shiner | <i>Notropis hudsonius</i> | ■ | - | ▲ | - | - | - |
| | Iowa darter | <i>Etheostoma exile</i> | ■ | - | - | - | - | - |
| | Slimy sculpin | <i>Cottus cognatus</i> | - | ▲ | - | ● | ● | ● |
| | Spoonhead sculpin | <i>Cottus ricei</i> | - | - | - | ● | ● | - |
| | Pearl dace | <i>Margariscus margarita</i> | - | - | - | ● | ● | ● |
| | Fathead minnow | <i>Pimephales promelas</i> | - | - | - | ● | ● | - |
| | Northern redbelly dace | <i>Phoxinus eos</i> | ▲ | - | - | ● | ● | - |
| | Longnose dace | <i>Rhinichthys cataractae</i> | ▲ | - | - | ● | ● | - |
| | Flathead chub | <i>Platygobio gracilis</i> | - | - | ▲ | - | - | - |
| | Trout-perch | <i>Percopsis omiscomaycus</i> | - | - | ▲ | ● | ● | ● |
| | Finescale Dace | <i>Phoxinus neogaeus</i> | ▲ | - | - | - | ● | - |

■ = Surrogate stream species data from FWMIS, Rhude 1976;

▲ = Surrogate stream species captured during 2008/2009 field surveys;

● = Species documented in Muskeg River

Muskeg River IFN Modelling Results – Reach Definitions



February 17, 2011

Muskeg River IFN Modelling Results - Preliminary

MEAN OF DIFFERENCES FROM NATURAL FOR ALL WEEKS

| Reach 2 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | 29.84% | 31.93% | 47.00% | 50.59% | 44.21% |
| NRPK-A | 26.05% | 27.17% | 43.61% | 45.51% | 40.81% |
| NRPK-J | 26.05% | 27.05% | 40.94% | 42.25% | 38.20% |
| WALL-A | 42.43% | 52.10% | 101.56% | 121.58% | 107.40% |
| WALL-J | 40.56% | 47.42% | 80.97% | 95.26% | 82.35% |
| LNCS-A | 37.61% | 47.70% | 115.32% | 137.30% | 123.98% |
| LNCS-J | 35.05% | 39.55% | 66.90% | 76.10% | 66.51% |
| Wetted Area (Winter) | 168.57% | 142.85% | 308.36% | 375.57% | 253.99% |

MAXIMUM WEEKLY MEAN OF DIFFERENCES CHANGE FROM NATURAL

| Reach 2 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|--------|
| Wetted Area | -4.77% | -6.22% | -3.23% | -4.23% | -3.89% |
| NRPK-A | -8.86% | -12.11% | -4.97% | -6.37% | -5.37% |
| NRPK-J | -5.56% | -8.01% | -3.24% | -3.69% | -3.11% |
| WALL-A | 0.61% | -1.93% | 2.36% | 3.93% | 1.24% |
| WALL-J | 1.46% | 0.53% | 1.01% | 2.06% | 0.32% |
| LNCS-A | -18.86% | -25.95% | -7.15% | -11.61% | -9.45% |
| LNCS-J | -2.42% | -4.97% | -0.10% | -0.75% | -0.57% |
| Wetted Area (Winter) | 9.96% | 2.89% | 18.20% | 22.73% | 2.18% |

MEAN OF DIFFERENCES FROM NATURAL FOR ALL WEEKS

| Reach 3 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | 29.56% | 31.77% | 45.80% | 48.74% | 42.15% |
| NRPK-A | 29.31% | 31.06% | 40.13% | 41.12% | 35.47% |
| NRPK-J | 29.63% | 31.28% | 36.48% | 36.55% | 32.01% |
| WALL-A | 42.50% | 53.01% | 102.62% | 123.64% | 106.03% |
| WALL-J | 45.68% | 55.61% | 96.18% | 115.12% | 97.75% |
| LNCS-A | 43.38% | 55.62% | 116.36% | 141.17% | 120.74% |
| LNCS-J | 36.71% | 42.39% | 71.02% | 81.68% | 70.08% |
| Wetted Area (Winter) | 170.84% | 146.25% | 306.27% | 369.63% | 250.58% |

MAXIMUM WEEKLY MEAN OF DIFFERENCES CHANGE FROM NATURAL

| Reach 3 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | -8.25% | -10.25% | -5.68% | -7.45% | -6.85% |
| NRPK-A | -7.52% | -9.10% | -5.69% | -7.35% | -6.52% |
| NRPK-J | -3.49% | -4.15% | -3.50% | -4.51% | -4.17% |
| WALL-A | -9.01% | -13.95% | -3.33% | -5.47% | -5.17% |
| WALL-J | 1.19% | -1.69% | 3.57% | 3.11% | -1.11% |
| LNCS-A | -18.12% | -24.72% | -7.35% | -12.77% | -11.41% |
| LNCS-J | -2.94% | -6.02% | 0.09% | -0.86% | -1.33% |
| Wetted Area (Winter) | 10.02% | 3.51% | 18.44% | 22.26% | 2.45% |

Muskeg River IFN Modelling Results - Preliminary

MEAN OF DIFFERENCES FROM NATURAL FOR ALL WEEKS

| Reach 4 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | 29.27% | 32.18% | 43.67% | 46.45% | 39.88% |
| NRPK-A | 29.82% | 32.30% | 36.99% | 37.28% | 32.57% |
| NRPK-J | 25.46% | 26.58% | 28.08% | 24.31% | 22.59% |
| WALL-A | 36.39% | 41.35% | 54.88% | 62.33% | 52.62% |
| WALL-J | 47.55% | 56.99% | 59.13% | 68.37% | 58.57% |
| LNSC-A | 37.55% | 43.71% | 61.92% | 72.50% | 61.14% |
| LNSC-J | 37.82% | 42.87% | 51.31% | 57.37% | 48.87% |
| Wetted Area (Winter) | 204.27% | 177.13% | 358.13% | 428.64% | 293.54% |

MAXIMUM WEEKLY MEAN OF DIFFERENCES CHANGE FROM NATURAL

| Reach 4 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | -12.89% | -15.42% | -10.31% | -13.33% | -12.46% |
| NRPK-A | -6.04% | -6.99% | -6.74% | -7.43% | -7.17% |
| NRPK-J | -9.90% | -11.60% | -9.33% | -11.41% | -10.27% |
| WALL-A | 0.47% | -0.42% | 0.51% | 0.73% | 0.30% |
| WALL-J | 13.24% | 12.91% | 5.89% | 6.65% | 0.06% |
| LNSC-A | -2.13% | -4.44% | -1.50% | -1.53% | -1.85% |
| LNSC-J | 6.88% | 6.18% | 4.76% | 5.50% | 0.53% |
| Wetted Area (Winter) | 14.88% | 7.21% | 24.42% | 29.57% | 7.06% |

MEAN OF DIFFERENCES FROM NATURAL FOR ALL WEEKS

| Reach 5 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | 8.00% | 24.19% | 26.60% | 42.16% | 33.06% |
| NRPK-A | 11.53% | 23.51% | 26.30% | 38.78% | 29.42% |
| NRPK-J | 7.05% | 12.15% | 15.96% | 25.09% | 20.81% |
| WALL-A | 27.67% | 43.09% | 44.35% | 56.35% | 44.46% |
| WALL-J | 44.87% | 55.22% | 55.14% | 62.83% | 51.23% |
| LNSC-A | 28.92% | 52.07% | 53.45% | 74.67% | 57.47% |
| LNSC-J | 33.36% | 42.44% | 43.46% | 49.26% | 39.97% |
| Wetted Area (Winter) | 129.68% | 128.01% | 228.51% | 256.23% | 164.04% |

MAXIMUM WEEKLY MEAN OF DIFFERENCES CHANGE FROM NATURAL

| Reach 5 | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | -37.68% | -46.12% | -27.89% | -48.21% | -40.60% |
| NRPK-A | -38.26% | -44.18% | -27.38% | -44.91% | -38.88% |
| NRPK-J | -32.80% | -47.81% | -11.24% | -49.51% | -35.34% |
| WALL-A | -2.94% | -3.04% | -3.10% | -3.82% | -4.12% |
| WALL-J | 17.93% | 11.59% | 16.46% | 6.19% | -1.95% |
| LNSC-A | -5.02% | -5.94% | -5.60% | -7.19% | -7.26% |
| LNSC-J | 9.36% | 5.25% | 7.55% | 4.20% | -1.97% |
| Wetted Area (Winter) | 4.52% | -4.26% | 29.54% | 31.32% | -17.62% |

Muskeg River IFN Modelling Results - Preliminary

MEAN OF DIFFERENCES FROM NATURAL FOR ALL WEEKS

| Reach 6a | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | 48.16% | 59.62% | 66.43% | 66.19% | 57.46% |
| NRPK-A | 49.00% | 55.24% | 63.87% | 60.07% | 53.10% |
| NRPK-J | 34.45% | 35.96% | 39.95% | 31.88% | 30.58% |
| WALL-A | 76.54% | 96.59% | 108.92% | 119.16% | 101.27% |
| WALL-J | 74.30% | 90.17% | 100.49% | 109.12% | 93.95% |
| LNSC-A | 82.82% | 114.48% | 126.68% | 141.74% | 118.62% |
| LNSC-J | 67.15% | 79.99% | 88.72% | 95.89% | 82.85% |
| Wetted Area (Winter) | 323.12% | 303.55% | 488.83% | 551.88% | 430.43% |

MAXIMUM WEEKLY MEAN OF DIFFERENCES CHANGE FROM NATURAL

| Reach 6a | 2039-Base | 2039-App | 2065-Base | 2065-App | Rev1a |
|----------------------|-----------|----------|-----------|----------|---------|
| Wetted Area | -12.83% | -22.70% | -9.02% | -35.58% | -28.56% |
| NRPK-A | -14.43% | -24.74% | -10.16% | -34.36% | -28.57% |
| NRPK-J | -13.89% | -26.36% | -7.98% | -37.21% | -26.35% |
| WALL-A | -2.37% | -9.48% | -2.58% | -16.56% | -15.36% |
| WALL-J | 4.69% | -1.16% | 2.75% | -5.44% | -5.27% |
| LNSC-A | -4.40% | -14.38% | -3.74% | -24.25% | -21.43% |
| LNSC-J | 1.67% | -1.45% | 0.42% | -7.55% | -7.51% |
| Wetted Area (Winter) | 12.10% | 0.96% | 26.79% | 36.93% | 10.60% |

Potential Geomorphic Change Resulting from Flow Change

Objective of Study - For Closure:

- characterize the geomorphic and flow characteristics of five downstream reaches of the Muskeg River (Reaches 2 to 6a);
- compare historical aerial photographs and recent satellite imagery to qualitatively characterize modes and rates of morphologic change; and
- predict potential channel responses to flow alterations.

Potential Geomorphic Change Resulting from Flow Change

Table E3: Modelled Changes to Peak Flows in Reach 2

| Return Period (Year) | Pre-development | Max Closed-Circuit Snapshot (2049) | | Closure | |
|-------------------------|----------------------------------|---------------------------------------|--------------------------------|----------------------------------|--------------------------------|
| | Peak Flow (m ³ /s) | Peak Flow (m ³ /s) | Change from Pre-development | Peak Flow (m ³ /s) | Change from Pre-development |
| 2 | 22.9 | 12.0 | -47.5% | 12.7 | -44.7% |
| 10 | 50.8 | 23.1 | -54.5% | 27.7 | -45.5% |
| 100 | 85.4 | 35.4 | -58.5% | 51.7 | -39.4% |

Table E4: Modelled Changes to Peak Flows in Reach 6a

| Return Period (Year) | Pre-development | Max Closed-Circuit Snapshot (2049) | | Closure | |
|-------------------------|----------------------------------|---------------------------------------|--------------------------------|----------------------------------|--------------------------------|
| | Peak Flow (m ³ /s) | Peak Flow (m ³ /s) | Change from Pre-development | Peak Flow (m ³ /s) | Change from Pre-development |
| 2 | 9.9 | 4.2 | -57.8% | 2.4 | -75.3% |
| 10 | 23.2 | 5.7 | -75.2% | 6.2 | -73.3% |
| 100 | 42.3 | 7.3 | -82.7% | 12.4 | -70.7% |

Potential Geomorphic Change Resulting from Flow Change

Table E5: Estimated Return Periods for Peak Flows in Reach 2

| Peak Flow (m ³ /s) | Return Period (Year) | |
|-------------------------------|----------------------|---------|
| | Pre-development | Closure |
| 12.7 | 1.3 | 2 |
| 22.9 | 2 | 7 |
| 39.5 | 5 | 35 |
| 50.8 | 10 | 95 |

Potential Geomorphic Change Resulting from Flow Change

Preliminary Conclusions

- Flows have been variable, but channel has been stable for last 52 years (from airphotos)
- Peak flows will be reduced
- Over a long time period (many decades), it is expected the channel will change to adapt to the lower peak flows
- Information is preliminary but will be presented in detail in draft NNL Plan

