BW Gold Ltd.
Suite 2600 Three Bentall Centre
595 Burrard Street
PO BOX 49314
Vancouver, BC, V7X 1L3

Dear sir or madam:

As per Blackwater Gold's Accidents and Malfunctions Management Plan, the information below acts as the 30-day follow up report to the "Initial Incident Report – June 24, 2025" submitted on June 25, 2025.

On June 24, 2025, at approximately 12:20 pm, a slope failure was identified that resulted in the deposition of natural materials (soil, vegetation, etc.) into Davidson Creek. The affected location (10U 377761, 5899065) is sited within the Freshwater Reservoir footprint and spanned a small section of Davidson Creek. The impacted area is covered under Fisheries Act Authorization 21-HPAC-01447.

While logging in the footprint of the Freshwater Reservoir (FWR), a saturated slope was identified requiring special procedures. The area was hand felled to avoid mechanical equipment in the area. However, during timber recovery, the slope failed, and material entered Davidson Creek below. Approximately 322 m3 of material was estimated to have sloughed.

Flows in Davidson Creek were briefly impacted by material entering the creek. However, flows returned to previous levels shortly after the incident occurred as the creek naturally travelled around the area where material entered the creek walks were completed once environment personnel arrived at the scene and did not identify any stranding or mortalities.

Post incident sampling confirmed minimal impacts to Total Suspended Solids (TSS) differences from upstream to downstream water quality results (tables 1 and 2, respectively), with the exception of immediately post-incident (33 mg/L). Subsequent TSS sampling continued for 5 days post-incident, with similar results (table 4) confirming low impact.

Acute toxicity sampling downstream of the slope failure for both *Daphnia magna* and *Oncorhynchus mykiss* confirmed 100% survival rate and, therefore, no acutely toxic effects as a result of the incident (table 5).

After the incident occurred, the assessment concluded the area was stable and the results of the post-incident sampling confirmed that no significant impacts were observed as a result. Therefore, the area was left in situ and monitored to minimize further impacts to the creek. Fish salvage activities related to the upcoming FWR construction works ensured the affected area was removed of fish on July 20th. Remaining material to be removed will be completed through the construction of the FWR which has commenced.

Post Event Sampling

- Bank Walks (800 m)
    - No stranding or mortalities identified

- Upstream SWQ Sample (Table 1)

Client Sample ID		LS-US
Date Sampled		24-Jun-2025
Time Sampled		14:09
ALS Sample ID		VA25B5533-002
Analyte	Units	Sub-Matrix: Surface Water
Physical Tests (Matrix: Water)		
Conductivity	µS/cm	51.8
Acidity (as CaCO3)	mg/L	2.1
Alkalinity, total (as CaCO3)	mg/L	26.7
Hardness (as CaCO3), dissolved	mg/L	21.6
Hardness (as CaCO3), from total Ca/Mg	mg/L	23.6
Solids, total dissolved [TDS]	mg/L	82
Solids, total suspended [TSS]	mg/L	14.8
pH	pH units	7.35

- Downstream SWQ Sample (Table 2)

Client Sample ID		LS-DS
Date Sampled		24-Jun-2025
Time Sampled		14:22
ALS Sample ID		VA25B5533-003
Analyte	Units	Sub-Matrix: Surface Water
Physical Tests (Matrix: Water)		
Conductivity	µS/cm	50.3
Acidity (as CaCO3)	mg/L	2.4
Alkalinity, total (as CaCO3)	mg/L	23.5
Hardness (as CaCO3), dissolved	mg/L	21.3
Hardness (as CaCO3), from total Ca/Mg	mg/L	23.6
Solids, total dissolved [TDS]	mg/L	83
Solids, total suspended [TSS]	mg/L	33.0
pH	pH units	7.24

- SWQ Sample at DC-05 (approximately 800 m downstream) (Table 3)

Client Sample ID		**DC-05**
Date Sampled		24-Jun-2025
Time Sampled		14:39
ALS Sample ID		VA25B5751-001
Analyte	Units	Sub-Matrix: Surface Water
Physical Tests (Matrix: Water)		
Conductivity	µS/cm	53.4
Acidity (as CaCO3)	mg/L	2.4
Alkalinity, total (as CaCO3)	mg/L	22.6
Hardness (as CaCO3), dissolved	mg/L	21.3
Hardness (as CaCO3), from total Ca/Mg	mg/L	24.2
Solids, total dissolved [TDS]	mg/L	64
Solids, total suspended [TSS]	mg/L	21.9
pH	pH units	7.42

- Follow Up TSS Monitoring (Table 4)

Location		DC-05	LS-DS	LS-US	DC-05	LS-DS	LS-US	DC-05	LS-DS	LS-US	DC-05	DC-05
SAMPLE_DATE		6/25/2025	6/25/2025	6/25/2025	6/26/2025	6/26/2025	6/26/2025	6/27/2025	6/27/2025	6/27/2025	6/28/2025	6/29/2025
SAMPLETIME		15:42	15:06	15:00	11:20	11:00	11:05	8:14	9:14	9:18	8:30	15:49
TSS	mg/L	11	7.4	12.2	11.3	14.1	9.9	13.9	14.1	17.7	16.6	7.9

- Acute Toxicity (Table 5)

Location		LS-DS
SAMPLE_DATE		6/26/2025
SAMPLETIME		11:00
Daphnia Magna	%	100
Rainbow Trout	%	100

Please do not hesitate to contact the undersigned if there are any further questions.

Kind regards,

Mark Warbanski
Environment Manager
Blackwater Gold Mine

Photo 1. Location of event (indicated in red)

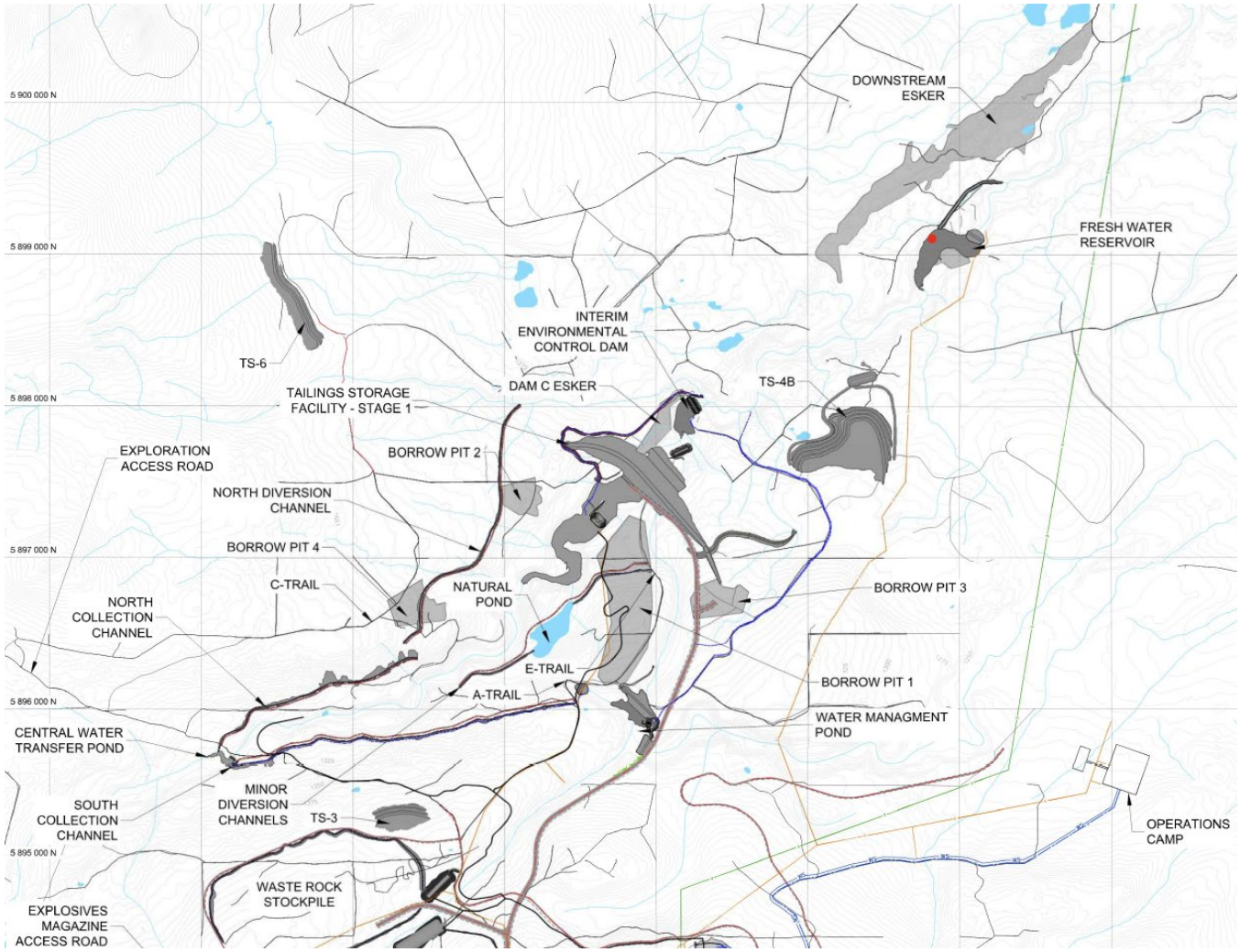

Photo 2. Aerial overview of slope failure impacting Davidson Creek post-incident.

Photo 3. Ground photo depicting water circumventing the failure location and returning to Davidson Creek downstream.	Photo 4. Downstream ground photo of Davidson Creek confirming wetted stream width maintained post-incident.
	

Photo 5. Downstream ground photo of Davidson Creek confirming wetted stream width maintained post-incident.