

**RIO ALGOM MINING LLC - AMBROSIA LAKE OPERATION  
FINANCIAL ASSURANCE COST ALLOCATION  
SUMMARY**

Activity*	Real Dollars as of June 1, 2018
Tailings Reclamation	0
Groundwater	869,016
Mill Decommissioning	0
Lined Pond Closure	322,946
Monitoring Well Closure	146,071
Radiological Survey and Monitoring	1,114,955
<b>Activity Total</b>	<b>2,452,987</b>

\* includes contactor profits ranging between 10% to 13%

Indirects	
Site Management (3.9% - RSMeans)	95,667
Overhead at 25%	637,164
Long Term Surveillance and Monitoring Fee (\$250K in 1978 \$ adjusted ) Using the May 2018 CPI-U Average - $\left(\frac{251.588-67.7}{67.7}+1\right) \times \$250,000$	929,055
<b>Total Estimated Indirect Costs</b>	<b>1,661,885</b>

**Total (Activity + Indirect) 4,114,872**

**Contingency (15% of Total) 617,231**

**Estimated Grand Total Financial Assurance 2018 4,732,103**