

IDM MINING LTD. RED MOUNTAIN UNDERGROUND GOLD PROJECT Community Newsletter



ISSUE 2 - FALL 2016

PUBLIC COMMENT PERIOD AND OPEN HOUSE Let us know what *you* think

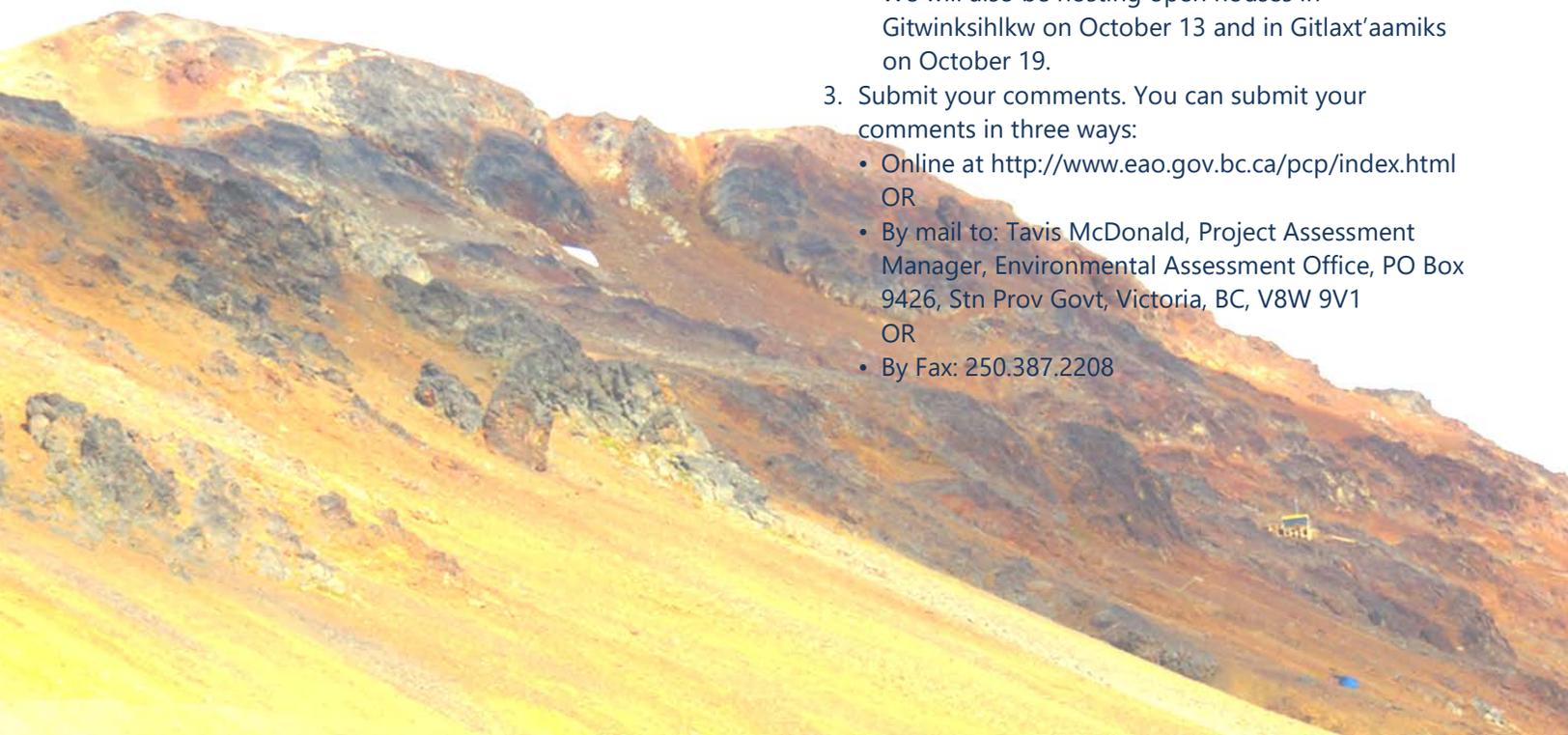
THE PUBLIC COMMENT PERIOD STARTS ON OCTOBER 5, 2016 & CLOSES ON NOVEMBER 4, 2016

We've been working with the BC Environmental Assessment Office (EAO), the Canadian Environmental Assessment Agency, various provincial and federal agencies, and the Nisga'a Lisims Government to put together the draft Application Information Requirements (dAIR) for the Red Mountain Underground Gold Project, an underground gold and silver mine in the Bitter Creek Valley.

The dAIR outlines the biophysical and socio-economic studies that will inform the environmental assessment of the Project. The dAIR also outlines what you can expect to see in our Application for an Environmental Assessment Certificate.

Our dAIR has been thoroughly reviewed by the regulatory agencies and Nisga'a Lisims Government, and now it's your turn! There are many ways you can review and comment on the dAIR:

1. Review a copy of the dAIR online or in person.
 - Online on the Project's website (RedMountainProject.com) or on EAO's website (www.EAO.gov.bc.ca).
 - In person at the Stewart Public Library and at the King Edward Hotel in Stewart.
2. Attend one of the following open houses.
 - EAO will be hosting a public open house in Stewart on Wednesday, October 12, at the King Edward Hotel from 5:00pm to 8:00pm.
 - We will also be hosting open houses in Gitwinksihlkw on October 13 and in Gitlaxt'aamiks on October 19.
3. Submit your comments. You can submit your comments in three ways:
 - Online at <http://www.eao.gov.bc.ca/pcp/index.html> OR
 - By mail to: Tavis McDonald, Project Assessment Manager, Environmental Assessment Office, PO Box 9426, Stn Prov Govt, Victoria, BC, V8W 9V1 OR
 - By Fax: 250.387.2208





GETTING TO KNOW OUR EXECUTIVE CHAIRMAN

Hello, I'm Mike McPhie, and I'm the Executive Chairman of IDM. It's my job to ensure that the Red Mountain Project lives up to our high standards for environmental stewardship and sustainability. I'm also responsible for overseeing the thorough engineering and environmental studies that go into designing a great, local project like ours.

One of the best parts of my job is going to site and seeing the local men and women who are employed at Red Mountain. Our exploration camp is run by a Nisga'a-Matrix Aviation Solutions joint venture, and our drilling programs are run by Stewart-based More Core Diamond Drilling Services. In addition, we have a number of other local businesses and people involved in helping to keep everything going. We are all working hard on the Project's continued development, and doing everything we can to maximize the number of employment, training, and business opportunities that the Project can create for Stewart- and Nass Valley-based people and businesses. Protecting the environment, respecting the culture and history of our neighbors and partners, and maximizing local economic development opportunities is what we are all about at IDM.



WHAT WE'VE BEEN UP TO

ENVIRONMENTAL BASELINE STUDIES

Our independent environmental consultants have been hard at work collecting baseline environmental information on fish, wildlife, water, weather, vegetation, and soils. Baseline studies are crucial to the environmental assessment: they are used as the basis to assess the potential effects of the Project on the environment and allow IDM to develop management plans and mitigation measures to help avoid or minimize those potential effects during the construction and operation of the Project.

Some of our environmental baseline studies include:

- Vegetation and ecosystem surveys to see what kinds of plants grow and what kind of wildlife habitats exist in the Project area, such as wetlands or alpine ecosystems;
- Fish surveys, which focus on Dolly Varden, bull trout, eulachon, and salmon;
- Water quantity and quality sampling and monitoring;
- Wildlife surveys, which focus on species like grizzly bear, mountain goat, moose, small furbearers, and bats;
- Bird surveys, which focus on migratory birds, raptors, ptarmigan, and sooty grouse; and
- Western toad surveys.



Safety Orientation at Red Mountain



NISGA'A NATION

We continue to engage with Nisga'a Nation, as represented by the Nisga'a Lisims Government, on all aspects of the Project. We've been working with Nisga'a Nation representatives on reviewing the baseline studies and the dAIR, in addition to talking about the upcoming Nisga'a Economic, Social, and Cultural Impact Assessment that IDM will conduct to meet the requirements of the Nisga'a Treaty.

You will be able to read about our engagement and consultation with Nisga'a Nation in the Aboriginal Consultation Report that will be posted on EAO's website (www.EAO.gov.bc.ca).

We also have a number of Nisga'a citizens working up on site, and we're eager to work with the Nisga'a Lisims Government to identify more employment, training, and business opportunities for Nisga'a citizens and businesses.

We're looking forward to our Nisga'a Nation open houses in October and learning more from Nisga'a citizens about their thoughts on the Project.

DRILLING AND EXPLORATION

This past summer, we conducted mineral and geotechnical underground and surface drilling programs at Red Mountain.

A big thanks to More Core Diamond Drilling Services of Stewart and our special field crews for working so hard to make these programs a success.

The exploration drilling program has resulted in the discovery of a new area of mineralization underground, 70 meters outside of the current resource estimate. The new discovery is known as the NK Zone and is named after Red Mountain Assistant Project Manager, Natalie King. Additional property-wide exploration has resulted in several new highly prospective discoveries in an area known as Lost Valley and on either side of Red Mountain at the 141, Brad, and Rio Blanco zones.

The geotechnical program was conducted at our proposed processing plant and tailings facility location known as Bromley Humps. Bromley Humps is a natural basin on the north side of the Bitter Creek Valley. It is separated from Bitter Creek and all other watercourses by bedrock outcroppings. Geotechnical drilling allows us to fully assess and understand the ground conditions at Bromley Humps and to ensure that our design and engineering will be both safe and protect the environment.

FOLLOW RED MOUNTAIN IN THE EA PROCESS

If you are interested in learning more about Red Mountain's EA, all of the documents are available at the following sites:
EAO's Project Information Centre: <http://www.eao.gov.bc.ca/> | CEAA's Environmental Assessment Registry: www.ceaa-acee.gc.ca/050/index-eng.cfm

ENVIRONMENTAL ASSESSMENT PROCESS



We've entered one of the more exciting phases of the Environmental Assessment (EA) process: the part where we get to hear from you. The feedback we received from the public will help us ensure that the things that are important to you, including ecological and socio-economic aspects of the environment, are included in the EA and in the management and monitoring plans that will be developed later in the EA process.

After the public consultation period on the draft Application Information Requirements (AIR) closes, the BC Environmental Assessment Office (EAO) will consider the feedback received from all parties (regulatory agencies, Nisga'a Nation, and you) and will work with IDM to finalize the AIR, which will be posted to EAO's website at www.eao.gov.bc.ca.

IDM will use the final AIR to build the Project's Application for an Environmental Assessment Certificate. You'll have the chance to review and comment on the Application during an additional public comment period held by EAO during the Application Review phase of the EA.

DROP US A LINE ANYTIME



We are IDM Mining Ltd., a Canadian, publically traded company based in Vancouver, listed on the TSX.V., and led by Stewart-raised Rob McLeod. The gold and silver resources of the Red Mountain Project are our core assets and primary focus.

IDM is committed to developing open dialogue with the residents of Stewart, the Nisga'a Villages, and northwest BC. We will provide you with transparent information about Red Mountain and will be accountable, honest, and timely in responding to your questions and concerns.

