

LEGISLATIVE RETURN



SUBMITTED BY: Hon. Ranj Pillai

1. On May 15, 2017, Liz Hanson, Member for Whitehorse Centre

asked the following question during the Oral Question Period
at page(s) 418 of *Hansard*

submitted the following written question – WQ No. _____

gave notice of the following motion for the production of papers – MPP No. _____

RE: Mine Closure Security

OR

2. This legislative return relates to a matter outstanding from discussion related to:

on _____ at page(s) _____ of *Hansard*.

The response is as follows:

See attached letter.

June 1, 2017
Date

R. Pillai
Signature



Office of the Minister
Box 2703, Whitehorse, Yukon Y1A 2C6

June 1, 2017

Liz Hanson
Leader of the Third Party (A-11)

Dear Liz Hanson,

RE: Wolverine Mine Response to Question in Yukon Legislative Assembly

Further to your question on May 15, 2017, regarding the above-noted in the Yukon Legislative Assembly, payments were made in accordance with an approved plan of arrangement; however, the amount paid to individual Yukon creditors was not publicly reported by the monitor.

The *Companies' Creditors Arrangement Act* protection provided an opportunity for the company to restructure its financial affairs through a plan of arrangement. This protection allowed Yukon Zinc Corporation to avoid bankruptcy and provided an opportunity for creditors to reach an agreement with the company on how the outstanding debts would be addressed. A court-approved plan of arrangement was developed that outlined how payments to the various levels of creditors would be implemented. This was voted on by creditors. The plan of arrangement was implemented and distribution (payment) to creditors in accordance with the plan began on October 2, 2015 and included full payment to the Yukon government for financial security and property tax.

Yukon Zinc Corporation paid the full amount of security required for the Wolverine Mine site. The Government of Yukon holds a total of \$10,588,966 in financial security under the Wolverine quartz mine and water licences. The Wolverine Mine is currently in temporary closure and actively managed and maintained by Yukon Zinc Corporation.

Ranj Pillai
Minister of Energy, Mines and Resources

