

**FROM BILL SHAVER &
JOHN MARRINGTON**

On March 23, 2010 FNX and Quadra Mining Ltd. announced a plan of arrangement to merge into Quadra FNX Mining Ltd. The transaction creates a low risk, Americas-based copper and gold company with a combined capitalization of \$3.6 billion.

The combined companies will operate the three mines in Sudbury (McCreedy, Levack and Podolsky) and the Robinson Mine near Ely, Nevada as well as the Carlota Mine near Globe, Arizona while in Chile the Franke Mine is ramping up to full production. Quadra is also completing a feasibility study at the Sierra Gorda project in Chile. This will be a large tonnage open pit copper, gold and molybdenum mine.

The new company will be led by Terry MacGibbon as Chairman and Paul Blythe as President and CEO.

Combined 2010 production will be 300 million pounds of copper and 150,000 ounces of gold. Quadra FNX will have almost \$700 million of cash and investments and \$50 million of debt.

The DMC Mining Services operation in Canada, the United States and Mexico will not be affected by the merger. We think the skill and abilities of the new company will make us a mid-tier Canadian powerhouse.

LEADER'S CORNER

Excellence is not an act,
but a habit.

Aristotle

30th Anniversary for DMC Mining Services



We've come a long way!

For 30 years we have been the foremost provider of mining services and solutions to the North American mining industry.

- ▶ Contract mining
- ▶ Property development (equity, partnership, JV)
- ▶ Raise boring and raise excavation
- ▶ Mine construction and infrastructure
- ▶ Mine development and rehabilitation
- ▶ Headframes and hoisting plants
- ▶ Specialized services and solutions – grouting and ground freezing
- ▶ Engineering design and feasibility

ISO:9001 and OHSAS:18001 certified
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DMC
MINING SERVICES
2010

Timeline:
1980: DYNATEC MINING LIMITED
1987: DYNATEC INTERNATIONAL LTD.
1997: Dynatec Corporation
2006: Dynatec

Did you know that 2010 marks our 30th year in business? That's right. Back in 1980 Dynatec Mining Limited was formed to provide mining contracting services to the mining industry.

Here are a few milestones in our history.

- 1980 Dynatec Mining Limited was formed
- 1987 Dynatec acquired Shaft Machines and launched an equipment sales and services department selling the Cryderman Shaft Mucker and later adding Reed concrete

Post-Injury Management

The first 24 hours are critical when managing a workers injury. Who does what and the sequence and manner in which it is carried out are critical to the outcome of the workers timely recovery.

The following is a brief note to inform all workers, supervisors and managers of the DMC philosophy with regards to the management of minor injuries, or what may seem to be a minor injury.



DMC's goal is "ZERO HARM". This means we expect all workers will return home each day unharmed. With this said, it is important that our front line supervisors as well as our project managers are diligent when dealing with a minor injury.

When a worker informs his or her supervisor of an injury, a good rule of thumb to live by is to send or accompany the injured worker to the first aid station. The rationale behind this is, if a worker believes that an injury is significant enough to mention it to his/her supervisor, it is probably significant enough that a visit to a first aid is required. The main reason for the worker to go to the first aid station is that the injury will be recorded, assessed and/or treated by someone who is trained to do so.

pumping and shotcrete equipment. The line was later expanded to include Omnex remote controls and Vac Air systems

- 1988 Dynatec acquired the Tonto Group of Companies strengthening our presence in Western Canada and adding a drilling division based in Salt Lake City, Utah
- 1997 Sherritt International and Dynatec Mining Limited closed a transaction to take Dynatec public and added a metallurgical technologies division. Dynatec Mining Limited becomes Dynatec Corporation.
- 2005 the drilling division is sold to Major Drilling
- 2007 Sherritt International buys Dynatec Corporation. Subsequent to that transaction the mining contracting division is sold by Sherritt to FNX Mining Company.

We certainly have come a long way in 30 years and we will continue to be the foremost provider of mining services and solutions to the North American Mining Industry.

This visit **will** prevent a minor/insignificant injury from worsening due to poor post-injury management.

DMC's greatest asset is our workers. For all the right reasons, we do not want our workers absent due to poor post-injury management. The objective for sound post injury management is not to manage our statistics but to ensure that each worker receives the quality medical attention that he/she deserves.

NOTE: Any contact with the body above the shoulders and/or dealing with the eyes **must** result in a visit to the first aid station.

Emmett Houston
Manager HS & E

Engineering Additions to Toronto



Pictured left to right is Timothy Zhao - Structural Engineer, Iouri Liberman - Draftsman, Yusuf Champsi - Draftsman, Paul Keller - Manager of Technical Services

Raise Boring News



Lowering 6 ft dia. liners with 450 ton crane - Bridger Coal

Looks like it will be another good year for DMC Raise Boring with over 80% of our 2010 budgeted revenue on the books already completed.

Recently completed was a very interesting project for Bridger Coal in Wyoming (see picture above), which included:

- Reaming an 8 ft. dia. x 750 ft. raise bore hole
- Designing, fabricating and installing a 6 ft. dia. x 1/2 in. wall liner over length of raise. Total weight approx. 350,000 lbs.
- Use of 450 ton crane to lower the liner in 40 ft. sections
- Grout the lower 30 ft. of liner to prevent migration of water into the mine workings
- Grout the top 150 ft. to support the liner weight
- Fill the remaining annulus with gravel
- Install drain pipes to control the approx. 300 gpm of water into the raise

Congratulations on a job well done, in particular, Gust, Stylianos and Ron.

Rob Mundy
Area Manager - Raise boring

2010 PDAC Caracle Cup

The PDAC Caracle Cup tournament was held at the Canlan Ice Sports Arena on March 6, 2010. Team DMC was one of the 12 teams who participated in the one day tournament. This was a first time participation for DMC at the tournament.

Team DMC was made up of staff from DMC, FNX and a few colleagues from Inmet. Staff members and spouses from DMC and FNX were present to cheer the team on. Team DMC won the first game against DPG in a 4-3 shoot out and lost the second game 7-4 to the Fasken team who were last year champions. The Caracle International Consulting team won the tournament. All in all it was great fun and everybody enjoyed the day thoroughly.



Pictured (back row - left to right) Paul White, George Miller, Anthony Kontonikolas, Emmett Houston, Dean Switzer, John LeClair, Shawn DeForge and Paul Madaleno. Absent Jamie Clark

Front row - Catherine Farrow, Courtney Rivington, Jeff Madaleno, Dan Saint Don and Kevin Bromfield.

Visit to the 2010 Vancouver Olympics

In 2008 my wife Christine and I decided that in 2010 we were going to the Olympics in Vancouver. For us this was probably a once in a lifetime opportunity so we started to make plans. Five basic parts of the trip needed to be booked so we highlighted the priorities in this order, tickets to events, airline tickets, accommodation, car rental and meals.

Registration for Olympic tickets began in August of 2008. We went online and set-up an account and ordered tickets to about eight different events. We had to wait till early 2009 to learn that we had tickets for pair's figure skating short program and men's hockey USA vs. Norway.

Based on these tickets we planned to depart Toronto on February 13th and return February 20th. We booked the airline tickets for a noon departure and 11:30 am return as we needed enough time to get us and the kids organized in the morning.

The hotel was the next problem as we heard that 80% of downtown hotel rooms were pre-booked by VANOC. On our last family vacation to Vancouver we stayed at the Carmana Plaza, a hotel condo building in downtown Vancouver. We reserved a two bedroom condo for one week.

We planned to have breakfast in the condo and some lunches but dinner was to be a night out. To ensure a table for dinner we made reservations in advance. Although it was drizzling when we first arrived in Vancouver within a few

hours the sky cleared and we had blue sky and +10C all week. Flowers were in bloom and blossoms were on the trees.

Even though we had a car, local travel was mostly walking or taxi. On Valentine's Day we called the front desk to get a taxi to the Pacific Coliseum for figure skating. It was an act of frustration waiting for a cab. We eventually arrived an hour late and to top it all the closest you could get to the rink was about 2 km away so we had to walk the rest of the way. At security they confiscated our picnic lunch as no outside food was allowed.



Richard and Christine with Andrew and Diana

The hockey game was a ton of fun. We bought the kids USA flags to wave because hey, we had to root for someone. There were lots of Norway fans in our area so we got the kids chanting "No Way Norway". Everybody was in a great mood and we just got caught up in the excitement and energy.

From our condo we could see the Olympic rings in Coal Harbour and to the east, Robson Square where most of the downtown festivities were held. Every night at 9:30 and 11:30 they had a laser, light and fire works show. Robson Street was closed to traffic from Thurlow to GM Place so it was a big partying pedestrian mall. Street performers from across Canada did their acts along with many other forms of entertainment.



We went to Stanley Park a few times and the Vancouver Aquarium. Granville Island is also a great place to hang out. We crossed over to North Vancouver to buy Olympic wear as The Bay downtown had long lines stretching down the street. We discovered a little shop called Cupcakes around the corner and partook of their fare a few times to everyone's delight. And for those who know Vancouver practically every second store is a coffee shop.

Unfortunately all good things come to an end and we had to come home, although none of us wanted the fun to end. Even now, weeks later, the memories are still fresh and we long to return to Vancouver.

Richard Paley
Director of Support Services

Send your pictures, announcements or story ideas to MaryAnn Chathanat at MChathanat@dmcmining.com