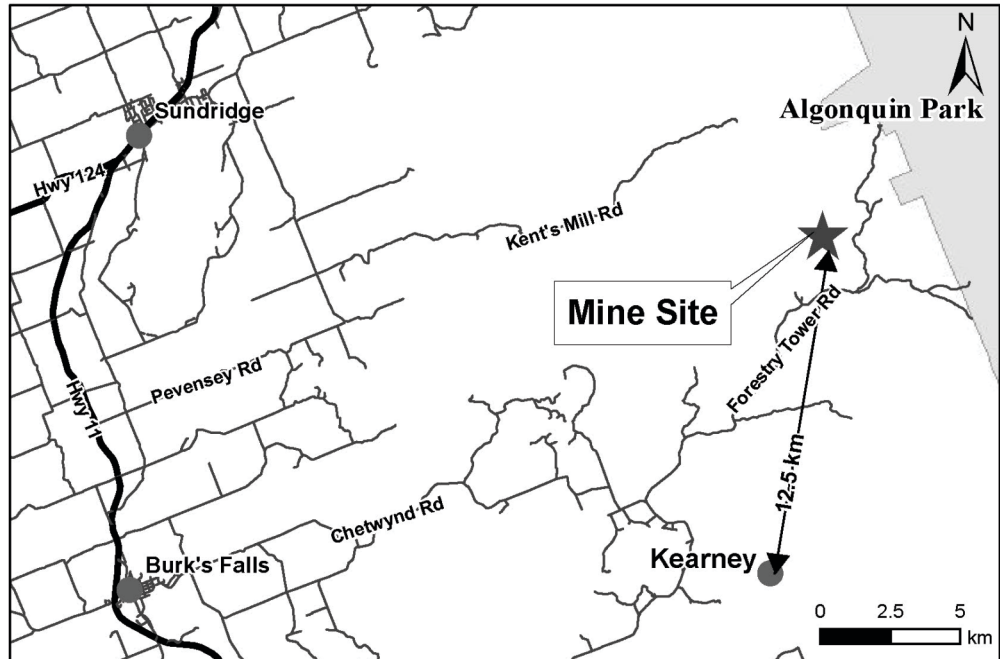


NOTICE OF STUDY COMPLETION OF AN ENVIRONMENTAL SCREENING UNDER THE ENVIRONMENTAL ASSESSMENT ACT ONTARIO GRAPHITE LIMITED - KEARNEY GRAPHITE MINE POWER SUPPLY

Ontario Graphite Limited (Ontario Graphite) has completed an Environmental Screening for a Category B Project (as required under Ontario Regulation 116/01 of the *Environmental Assessment Act*) for the installation of four diesel generators with a total nameplate capacity of approximately 4.96 MW at the Kearney Graphite Mine (Power Supply Project).

The Kearney Graphite Mine consists of an open pit mine and a milling facility, located near the Town of Kearney, Ontario. The Mine is located on Crown land southeast of Graphite Lake and 1.5 kilometres west of Algonquin Park. The Kearney Graphite Mine has been inactive since 1994, but is scheduled for re-activation by 2013. A reliable power supply is required for operation of the Kearney Graphite Mine. The Environmental Screening Process assessed the potential impacts of the installation of four diesel generators with a total nameplate capacity of approximately 4.96 MW on the bio-physical and socio-economic environment during its construction/modification, operation and decommissioning.



Ontario Graphite has now completed its Environmental Screening Report for this Power Supply Project as a Category B project according to the requirements of the MOE's "Guide to Environmental Assessment Requirements for Electricity Projects" (January 2011) (EA Guide). Based on the Environmental Screening results, Ontario Graphite does not anticipate any significant adverse effects to the environment during either the construction or operational phases of this Power Supply Project. Therefore, Ontario Graphite intends to proceed with the Power Supply Project subject to mitigation, stakeholder commitments and further approvals. The Environmental Screening Report is available for review for 30 days by any interested parties, and can be reviewed online at <http://www.ontariographite.com/s/researchreports.asp> or at the following locations beginning on March 14, 2012:

Kearney and Area Public Library
8 Main St.
P.O. Box 220
Kearney, ON P0A 1M0

The Town of Kearney
8 Main St.
P.O. Box 38
Kearney, ON P0A 1M0

Kearney Graphite Mine
2142 Forestry Tower Road
P.O. Box 138
Kearney, ON P0A 1M0

Any interested person or party with a concern, issue or information request regarding this Power Supply Project should contact Ontario Graphite. Ontario Graphite is committed to resolving concerns to the best of its ability.

If Ontario Graphite and the concerned person or party are unable to resolve the matter, the concerned party may make a written request to the MOE to elevate the Power Supply Project to either an Environmental Review or to an individual Environmental Assessment. An elevation request must be made in accordance with the provisions set out in the MOE's Environmental Screening Process which is described in the EA Guide (available online at http://www.ene.gov.on.ca/stdprodconsume/groups/lr/@ene/@resources/documents/resource/std01_079064.pdf). MOE contact information:

Ministry of the Environment
Director, Environmental Approvals Branch
2 St. Clair Ave. W., Floor 12A
Toronto, ON M4V 1L5
Fax: 419-314-8452

The last date on which elevation requests can be submitted is April 13, 2012. A copy of the elevation request must also be sent to Ontario Graphite at either:

Mr. Jerry Janik
General Manager, Kearney Graphite Mine
Ontario Graphite Limited
2142 Forestry Tower Road
P.O. Box 138
Kearney, ON P0A 1M0
Phone: (705) 340-0664
Email: jjanik@ontariographite.com

Mr. Piero Amodeo
Discipline Leader, Assessment, Permitting and Compliance
Stantec Consulting Ltd.
203-3430 South Service Road
Burlington, ON L7N 3T9
Phone: (905) 631-3920
Fax: (905) 631-8960
Email: kearneygraphitemine@stantec.com

Any comments received will be maintained for reference and will become part of the public record. Under the *Freedom of Information and Protection of Privacy Act* and the *Environmental Assessment Act*, unless otherwise stated in the submission, any personal information such as name, address, telephone number and property location included in a submission will become part of the public record files for this matter and will be released, if requested, to any person.

This Notice was first issued on March 14, 2012.