## IN THE MATTER OF THE ENGINEERS AND GEOSCIENTISTS ACT R.S.B.C., 1996, c. 116, as amended (the "Act")

- and -

IN THE MATTER OF Richard G.R. Munroe, P.Geo.

CONSENT ORDER

Dated for reference September 15, 2014

WHEREAS on June 10, 2014, a Notice of Inquiry was issued to Richard G.R. Munroe, P.Geo. ("Mr. Munroe"), that contained the following allegation:

AND TAKE NOTICE that the allegation against you is that contrary to the *Act*, you have demonstrated unprofessional conduct in your report for Rio Plata Exploration Corporation dated April 9, 2013 entitled "Technical Brief on the Metates Mine Property, Municipality of Mazatlan, Sinaloa, Mexico" ("Technical Report") and your "Consent of Qualified Person" dated April 11, 2013 regarding the Technical Report, by reason of one or more of the following deficiencies in the Technical Report:

- it does not adequately support the resource estimate in the core area of the Metates Mine property;
- it extrapolates the resource estimate over long distances without disclosing local sampling and assay support and designates the additional quantities as inferred resources;
- it contains resource estimates that are unsupported, contrary to National Instrument (NI) 43-101;
- it does not provide adequate explanation of quality control measures employed before samples were sent to laboratories;
- it does not explain why chip samples were suitable for inclusion in the database used to estimate a mineral resource;
- it does not discuss the nature, extent and results of quality control procedures employed and quality assurance actions taken; and

 in the core estimate of the resource it does not have the degree of confidence necessary to apply an inferred resource classification per NI 43-101.

AND WHEREAS Mr. Munroe admits the allegations in the Notice of Inquiry;

**AND WHEREAS** the Association of Professional Engineers and Geoscientists of the Province of British Columbia (the "Association") and Mr. Munroe wish to resolve this matter by consent in order to avoid the need for a disciplinary inquiry;

**THEREFORE** by consent, this Order is hereby made, pursuant to the *Act*, specifically s. 32.1:

- (a) Mr. Munroe is hereby reprimanded;
- (b) Mr. Munroe shall pay a fine in the amount of \$10,000 to the Association, payable to the Association within two years from the reference date of this Consent Order.
- (c) Mr. Munroe shall pay \$2,000 towards the Association's legal costs, including disbursements and taxes. Such costs will be payable within two years of the reference date of this Consent Order.
- (d) Mr. Munroe agrees to a condition imposed on his membership in the Association that he shall not perform ore resource or ore reserve estimations as defined in National Instrument 43-101. Despite this condition on his membership, Mr. Munroe is permitted to:
  - (i) partner with another professional geoscientist with expertise in ore resource or ore reserve estimations provided that the other professional geoscientist takes responsibility for the ore resource or ore reserve estimations in a National Instrument 43-101 report; and
  - (ii) prepare geological reports which do not involve ore resource or ore reserve estimations.
- (e) Mr. Munroe agrees that where his seal is affixed for services he provides in accordance with this Consent Order, he will qualify the extent of his responsibility in accordance with section 3.4.2 and section 3.4.3 of the Association's Quality Management Guidelines Use of the APEGBC Seal, dated February 25, 2013.

The full text or a summary of this Consent Order will be published by the Association in print and electronic publications including on the Association's website.

This Consent Order has the same force and effect as an Order made under section 33(2) of the *Act* and may be dealt with under section 34 of the *Act* if conditions in the Consent Order are not met.

This Consent Order is approved and accepted by Mr. Munroe and a member of the Discipline Committee this 15<sup>th</sup> day of September, 2014.

Witness

GARRETT R. MUNROE

Barrister & Solicitor/Notary 2300 - 2850 Shaughnessy St Port Coquitlam, BC V3C 6K5 TEL: 604-200-0151 FAX: 888-870-3880 Richard G.R. Munroe, P.Geo.

Paul Adams, P.Eng.

Chair, Discipline Committee