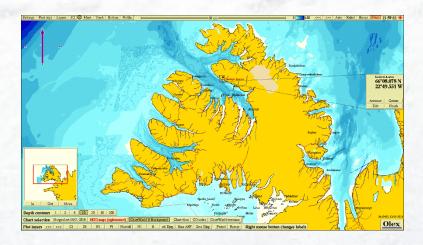


Rapport Report

Sandeyri East, Arctic Sea Farm B-bottom survey, September 2021 (pre study)





Akvaplan-niva AS: APN 63365.B01



Information client								
Title	Sandeyri East, Arctic Sea Farm. B-bottom survey (pre study), September 2021							
Report number	APN-63365.B01							
Site name	Sandeyri East	Coordinates site	66°08,078N 022°49,551V					
County	Ísafjarðarsýsla	Municipality	Ísafjarðarbær					
MTB-or estimated max biomass	5.500 tonnes	Site manager/contact	Steinunn Guðný Einarsdóttir					
Client name	Arctic Sea Farm							

Biomass/production/status at date of survey							
Biomass at date of survey	0 ton	Feed	use	0			
Fish type	Salmon	Amo	unt produced				
Type/time of survey	Mark with X		Comments				
At maximal biomass see kap 7.9							
A follow up survey							
Half maximal biomass							
Survey prior to putting out smolt							
A pre-survey new site	\boxtimes						
Other							
Last fallowing period:							

Results from B-survey according to NS 9410:2016 (main results)							
Parameters and indexes Parameters and site status							
Gr. II. pH/Eh	0,00	Gr. II. pH/Eh	1				
Gr. III. Sensory	0,35	Gr. III. Sensory	1				
GR. II + III	0,18	GR. II+ III	1				
Date field work	05.11.21						
Site status (NS 941	1						

Report writing and project leader	Arnþór Gústavsson	Signature	Arnpor Guistavisson
Quality control	Snorri Gunnarsson	Signature	Inoni luna anno

© 19.05 2019 Akvaplan-niva AS. Rapporten kan kun kopieres i sin helhet. Kopiering av deler av rapporten (tekstutsnitt, figurer, tabeller, konklusjoner, osv.) eller gjengivelse på annen måte, er kun tillatt etter skriftlig samtykke fra Akvaplan-niva AS.

Table of contents

PREFACE	2
1 INTRODUCTION	3
2 METHODS	4
2.1 Field equipment	4
3 SITE DESCRIPTION AND BOTTOM TOPOGRAPHY	5
3.1 Info site operation3.2 Dispersing current3.3 Position of sampling stations	5
4 RESULTS	7
5 CONCLUSION	8
6 REFERENCES	9
7 APPENDIX:	0
7.1 Sheet (B.1 og B.2) NS 9410:201617.2 Pictures of samples at Sandeyri East17.3 Bottom topography and 3D view1	2

The survey is carried out according to guidelines in NS 9410:2016 which includes evaluation of sediment, faunal investigation and bottom topography. The environmental survey is regulated by § 35 in the Norwegian «akvakulturdriftsforskriften. The survey also fulfills the requirements regarding bottom surveys in the standard ISO 12878.

The primary objective of a B-survey is to fulfil the requirements regarding bottom survey in the local impact zone at fallow period as they are defined in NS9410:2016. Current survey is a presurvey, undertaken before any operation or fish has been transferred to the site. As a pre-survey type B, a total of 10 sampling stations were sampled within the planned mooring lines of the fish farm. The estimated max biomass for the first generation of salmon, farmed at the Sandeyri East site, is 5.500 ton.

The following have participated in the survey:

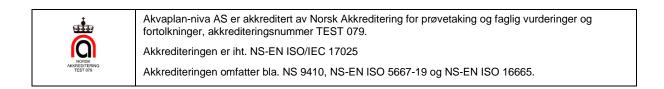
Arnþór Gústavsson	Akvaplan-niva AS	Prosjektleder.
Arnþór Gústavsson	Akvaplan-niva AS	Fieldwork and Report. Charts (Olex).
Snorri Gunnarsson	Akvaplan-niva AS	Quality assurance

The sampling at Sandeyri East was done 27.07 2021.

Accredited survey:

The following parts of the survey are done in accordance with accreditation methods:

Sampling and treatment of sediment samples, analysis of samples and evaluations of the results. It should be pointed out that as Icelandic officials have not set standards regarding different parameters based on samplings at Icelandic conditions so the site characters in this report should be interpreted with that disclaimer in mind.



Akvaplan-niva AS thanks Arctic Sea Farm and their personnel for the cooperation during the conductance of this site survey.

Kópavogi 5. November 2021

Arnþór Gústavsson Project manager

1 Introduction

The sampling date for the present site survey was 27.07 2021 and done by Akvaplan-niva AS contracted by Arctic Sea Farm in relation to the company's fish farming activity at the site Sandeyri East in Ísafjarðardjúp, Ísafjarðarbær municipality.

The objective of the B-survey is to document the environmental condition of the local impact zone of the fish farm according to NS 9410:2016 (and ISO 12878) which includes condition of the seabed, faunal evaluation and bottom topography registration.

The survey gives an estimate and evaluation of the site condition regarding organic load and impact assessment of the site from any previous activity.

Figure 1 shows map of the fjord system of southern part of Vestfirðir where the site Sandeyri East is located.

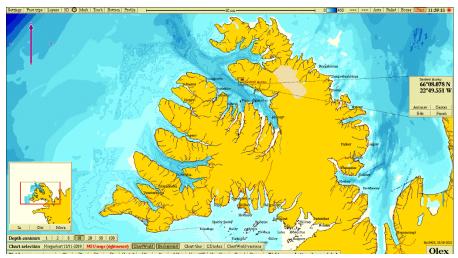


Figure 1. An overview map with the Sandeyri East site market by its name with a flag.

Environmental monitoring of the impact from the fish farming activities on the seabed is a standardised system. All fish farming sites in the sea are to be regularly assessed. The methods for monitoring in Iceland, are based on description in the ISO 12878 standard and methodology described in the NS 9410:2016 is followed. The Icelandic Environmental agency (Umhverfisstofnun) can also set forward specific requirements regarding frequency of samplings for different fish farming sites that can overrule the requirements in the above-mentioned standards.

The B-survey is a trend study of the benthic conditions at, or in proximity, to the fish farming site (local impact zone). Sediment is collected by use of grab (min 250 cm²). Each grab sample is investigated with regard to three observation types of benthic characters; faunal parameters, chemical parameters (pH and redox potential) and a sensory evaluation (gas bubbles, smell, texture, colour and the thickness of the precipitated slam layer in the sediment. The different benthic parameters are given a character on the scale from 1 to 4 (see Table 1), according to the scale of the impact on the benthic conditions from organic load, see criteria in table 1 and it is the weighted average for all the sampling stations that gives the sites condition. Current survey is a pre-survey, undertaken before any operation or fish has been transferred to the site. As a pre-survey type B, a total of 10 sampling stations were sampled within the planned mooring lines of the fish farm.

Site condition at the time of sampling	Sampling frequency for B-surveys (NS 9410:2016)			
1-very good	At next max biomass			
2-good	Prior to putting next generation into sea and again at next max biomass.			
	Prior to putting next generation into sea. Based on the site condition prior to putting next generation into sea:			
3-bad	 Condition 1 – next site survey at next max biomass Condition 2 – next site survey at next 50% max biomass and at max biomass Condition 3 – next site survey at next 50% max biomass and at max biomass. Some conditions should apply for farming of next generation at the site 			
	If any of the samples result in character 4 it is a sign of overload.			
4-very bad	Overload			

Table 1. Frequency of category B-research for the location of the farm based on state of the defined farming area.

2.1 Field equipment

The following field equipment was used during the site survey: Grabb: Van Veen grabb (0,1 and 0,025 m²) Sieve 1 mm: Akvaplan-niva pH meter: Electrode, YSI Professional Plus Redox-meter: Electrode, YSI Professional Plus Position determination– Garmin GPS mapping tool. Digital camera

3 Site description and bottom topography

3.1 Info site operation

The Sandeyri East farm is one two of two farms planned at Sandeyri farm site. Saneyri site is located at Snæfjallastönd, at the norther part of Ísafjarðardjúp, approximately 600 m south of of Snæfjallaströnd shore. Mooring and cages have not been installed. Plans include a 2 x 6 or a 6 + 6 installation, in north by northeast direction (020 - 30°). The depth underneath planned cages range from about 35 - 117 m.

As this is a pre-survey, no previous generation has been farmed the site. Production licenses will be issued for Sandeyri East along with 2 other sites in Ísafjarðardjúp. These three sites will be put in operation stepwise from 2022 - 2024, plans assume that first smolt transfer to Sandeyri will be spring 2022.

3.2 Dispersing current

Measurement of dispersing current was done at the site in April – May 2021 measurements at 48 m depth (Gustavsson, 2021). Dominating current at 48 m is in west direction (270 degrees) with a counter current in south-east direction (140 degrees) (see Figure 2). Average current speed is measured to be 7.8 cm/s. Highest current speed is measured to be 23.9 cm/s and 2.5 % of the measurements are < 1 cm/s.

3.3 Position of sampling stations

Position of the 10 stations in the survey is given in Figure 2 and Table 2. Positioning of the stations was chosen based on guidance and criteria described in NS 9410:2016 and spread around the periphery of the cages (as cage setup is planned). At the site the typical depth in the local impact zone is in the range from 30 - 120 m, with an increasing depth on southern part of the mooring frame. The placement of sampling stations was chosen to give a good picture of the condition of the whole local impact zone. It is important to evaluate the status in both the deeper and shallower parts of the local impact zone of the fish farm. The sampling stations had a depth varying from 51 to 117 m. The placement of the sampling stations is regarded to be in accordance with the descriptions for survey of local impact zone given in NS 9410:2016.

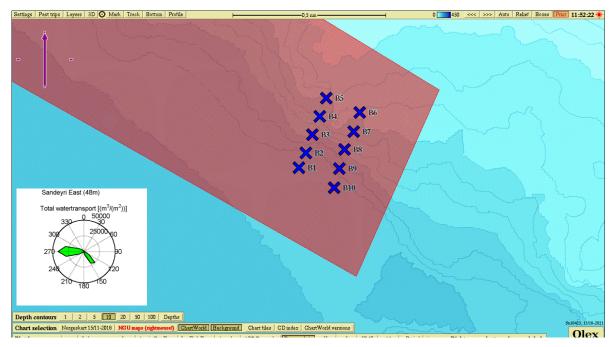


Figure 2. Chart showing Sandeyri East site. Sampling stations st. 1 - 10 are marked with color codes that describe the group II and III condition according to NS 9410:2016, chapter 7.11. Color codes: Blue = very good condition, green = good condition, yellow = bad condition, red = very bad condition.

Station number	North	West	Depth (m)
St 1	66°08,015	22°49,821	116
St 2	66°08,064	22°49,765	114
St 3	66°08,123	22°49,711	91
St 4	66°08,182	22°49,651	69
St 5	66°08,243	22°49,601	57
St 6	66°08,196	22°49,330	51
St 7	66°08,133	22°49,380	68
St 8	66°08,075	22°49,452	90
St 9	66°08,013	22°49,494	109
St 10	66°07,950	22°49,538	117

Table 2. Placement and depth of the sampling stations in the B-survey.

Results for the different parameters are given in Table 3. The overall site condition is 1 «very good». The status for group II (pH/Eh) was 1 «very good», status group III parameters (sensory) was 1 «very good» and average group II + III parameters is status 1 «very good». A complete filled sampling sheet with calculations for each parameter is attached in appendix.

Table 3. Results from the classifications of the local impact zone of the fish farm.

Parameter	Condition
Group II - parameters (pH/Eh)	1
Group III – parameters, (sensory)	1
Group II + III – parameters (mean value)	1
Site condition	1

There were collected valid sediment samples at all the ten sampling stations. This indicates that in general there is soft bottom in the local impact zone. The sediment type consisted mainly of clay, sand and gravel.

For the group II parameters (pH/Eh), all stations had conditions 1 «very good». For sensory parameters (group III) all ten stations had condition 1 «very good», see Table 1. For combined parameters II and III (pH/redox and sensory) all ten stations received status 1 «very good», see Figure 2. Animals where present in all the ten samples, polychaetes were most prominent, and molluscs were observed in 50% of samples.

5 Conclusion

Current pre-survey is the first B survey for Sandeyri East, carried out along with a C survey. Bottom type can be described as muddy, with shell-sand and gravel above 90 m. depth. Clay was prominent in all samples while shell-sand and gravel was present in samples from sampling station 3 - 8. Current pre-study indicated good condition of the site and overall site status of 1 and no obvious traces of organic load in the area. Redox potential was positive at all ten sampling stations

Based on the criteria given in NS 9410:2016 the fish farming site has been assigned a site condition 1 «very good» at the date of sampling. A total of 10 grabs were taken with Van Veen grab ($0,1 \text{ m}^2$), placed around the planned 14 cages at the Sandeyri East site.

For parameters II and III and III combined (pH/redox and sensory) all stations had status 1 «very good». Animals were present in all samples and no indications of substantial organic load at any of the sampling stations.

Results indicate good natural conditions of the site without impact from previous operations or outside pollutants.

The site is assigned a condition factor 1 "very good" according to calculations based on methodology described in NS 9410:2016 and sample sheet Table B.1 and B.2 (se chapter 7 Appendix).

6 References

Forskrift om drift av akvakulturanlegg (akvakulturdriftsforskriften) §§ 35 og 36.

Gústavsson, A. 2021. Arctic Fish. Arnarnes, Sandeyri og Kirkjusund dreifistraumur. Dispercing current measurement. 49 meters depth.

Akvaplan-niva AS project nr. 63085.

ISO 5667-19:2004. Guidance on sampling of marine sediments.

ISO 12878:2012. Environmental monitoring of the impacts from marine finfish farms on soft bottom.

Norsk Standard NS 9410:2016. Miljøovervåking av bunnpåvirkning fra marine akvakulturanlegg.

www.fiskeridir.no

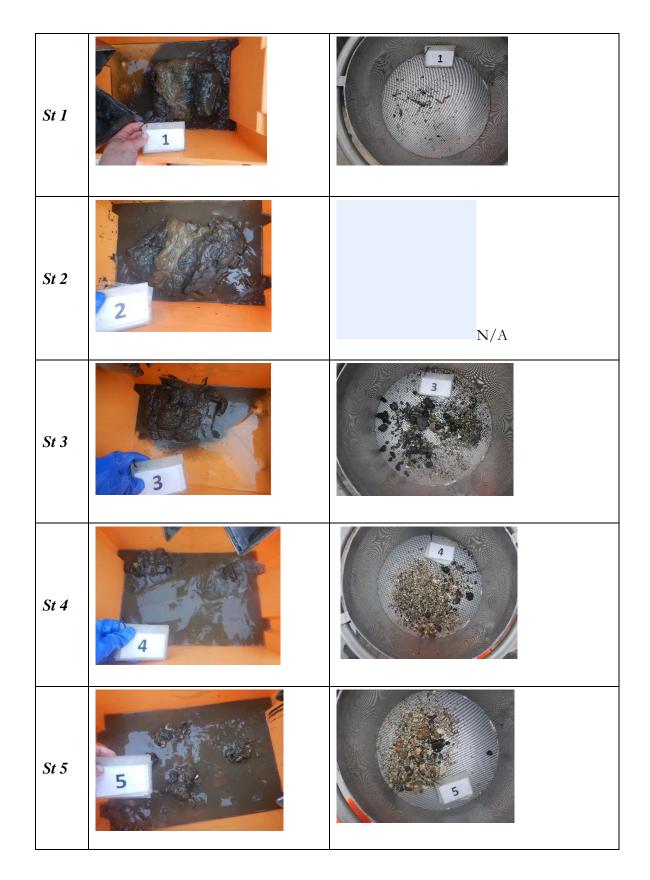
7 Appendix:

7.1 Sheet (B.1 og B.2) NS 9410:2016

		Company:		Δr	ctic Sea F	arm]	Date:					
ŀ			-					-	27.8.2021					
		Site: ieldworker:		AGU Site no.:										
L	F	leidworker:			AGU			J						
ir	Parameter	Point										1	Index	
Г	Dettem tur	es C (a oft) or LI (bord)	1	2	3	4	5	6	7	8	9	10	S% H ⁴	
L		be: S (soft) or H (hard)	S	S	S	S	S	S	S	S	S	S	100 0	
	Animals > 1mm	Yes (0) No (1)	0	0	0	0	0	0	0	0	0	0		
ſ							7.0	7.0				7.0	1	
H	pН	value	7,5	7,7	7,7	7,7	7,9	7,8	7,7	7,8	7,8	7,9		
	Eh (mV)	ORP	80	65	87	82	86	129	137	152	50	84	-	
ŀ		plus ref. value	280	265	287	282	286	329	337	352	250	284		
	pH/Eh	from figure Status station	0	0	0	0	0	0	0	0	0	0	0,00	
		Status group II	1	Buffer temp		С	Sea temp		С	Sediment temp		С		
		pH sea	ORP sea	remp	mV	Eh sea	oea temp	mV		electrode	200			
Γ														
	Gas bubbles	Yes (4) No (0)	0	0	0	0	0	0	0	0	0	0	-	
	Colour	Light/grey (0)	0	0	0	0	0	0	0	0	0			
ŀ		Brow n/black (2)										2		
		None (0)	0	0	0	0	0	0	0	0	0	0		
	Smell	Light (2)												
ŀ		Strong (4)												
		Solid (0)	0		0	0	0	0	0	0	0	0		
	Consistency	Soft (2)		2										
		Aqueous (4)												
		v < 1/4 (0)				0	0							
	Grab - volume (v)	1/4 < v < 3/4 (1)			1			1	1	1				
		v > 3/4 (2)	2	2							2	2		
ſ		t < 2 cm (0)	0	0	0	0	0	0	0	0	0	0		
	Thickness of sludge (t)	2 < t < 8 cm (1)												
	oludge (t)	t > 8 cm (2)												
		Sum	2,0	4,0	1,0	0,0	0,0	1,0	1,0	1,0	2,0	4,0		
		Corrected (**0,22)	0,4	0,9	0,2	0,0	0,0	0,2 1	0,2	0,2	0,4	0,9	0,35	
		Status station Status group III	1	1 1	1	1	1	1	1	1	1	1	J	
					-	-	-							
		Average group II & II Status station	1 <u>0,2</u> 1	0,4 1	0,1 1	0,0 1	0,0 1	0,1 1	0,1 1	0,1 1	0,2 1	0,4 1	0,18	
		Status group II & III		1									J	
				1	-									
		pH∕Eh Corr.sum												
		Index	Status											
		Average												
		< 1,1	1											
		1,1 - <2,1 2,1 - <3,1	2											
		≥3,1	4	1							Sta	atus site:	1	
	Grabb ID	K-3 and K-22												
1	pH/EhID	YSi professional plus	-										f 2 pages	

Company:			Arctic Sea Farm Date:				2	27.8.2021			
Si	te:	Sandeyri East Site no.:							0		
Fieldworker:			AC	GU							
Sample number		1	2	3	4	5	6	7	8	9	10
Depth (m)		116	114	91	69	57	51	68	90	109	117
Number of trials		1	3	2	1	1	4	1	1	1	1
Gas bubbles (in sa	mple)	no	no	no	no	no	no	no	no	no	no
	Clay	х	х		х	х	х	х	х	х	х
	Silt	х	х	х						х	х
Sediment type	Sand			х	х		х	х	х	х	
	Gravel			х	х	х	х	х	х		
	Shellsand			х	х	х	х	х	х		
Reef											
Rocky bottom (cob	bles, boulders)										
Echinodermata, count								3		1	
Crustaceans, count			1								
Molluscs, count		2					4	2	1		11
Polychaetes, count		20+	20+	8	10	5	50+	20+	20+	40+	50+
Other animals, cou											
Beggiatoa											
Feed											
Faeces											
Comments			1	1	1	1	1	<u> </u>	I	1	1
Grab		Area	[m ²]				Gro	ıb ID	L 12	(-3 and K-	22
Grad Signature fieldwor	ker:	Area	[III]	1			Gra	טו טו		-5 anu r\-	<i></i>
										page 2 d	of 2 page

7.2 Pictures of samples at Sandeyri East



St 6	6	
St 7		
St 8	8	
St 9	9	
St 10		10

7.3 Bottom topography and 3D view

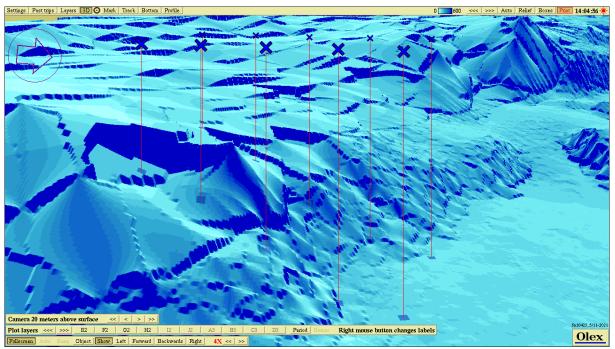


Figure 3. Showing bottom topography 3D at Sandeyri East with each sampling station according to info in Figure 1 and Table 2.