

November 29, 2012

Phyllis Beaulieu Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0

Dear Ms. Beaulieu.

## Re: Water Licence 1AR-NAN0914 - Construction Summary Report

This letter and enclosed documentation are provided in fulfilment of Part D Item 9 of Water Licence 1AR-NAN0914 which requires the Licensee to submit a Construction Summary Report to the Nunavut Water Board.

The Construction Summary Report provides a summary of the treatment facility construction activities completed at Nanisivik in 2011 and 2012. The treatment facilities are located in the area of the former fuel tank farm and comprise a series of cells used for the treatment of hydrocarbon contaminated soil. The purpose of the cells is to provide a safe area for management and treatment of contaminated soil without causing impacts to the local environment.

The soil treatment cells were constructed in accordance with the original design as approved by the Water Board. In brief, the construction activities involved the preparation of a sand and gravel base surrounded by berms. The base and berms of each treatment cells were then covered with a geomembrane liner. In addition, water management structures, including two stormwater retention ponds and several water diversion ditches, were constructed to prevent release of contaminated water into the environment and inflow of clean run-off into the treatment areas.

Further details on the construction activities are provided in the enclosed report.

I trust that the Construction Summary Report meets your expectations. Please do not hesitate to contact me by phone or email should you have any questions or comments.

Sincerely,

Johan Skoglund

Group Environment Manager, Americas

Johns Shoghned

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