File No: NWB1NAN9702

By fax: (867) 436-7435

December 9, 1999

Mr. Kevin LeDrew Environmental Coordinator Nanisivik Mine A division of CanZinco Ltd. P.O. Box 225 Nanisivik, NT X0A 0X0

Re: Amendment Request to allow of Open Pit at Oceanview

Dear Mr. LeDrew:

I am pleased to send to you Amendment No. 1 to Permit duly approved by the Nunavut Water Board pursuant to its authority under Article 13 of the Agreement between the Inuit of the Nunavut Settlement Area and Her Majesty the Queen in Right of Canada.

In accordance with Part E-Item 4, Part G-Item 11, and Part H-Item 6, the NWB request that the Spill Contingency Plan, Waste Rock Disposal Plan and Abandonment and Restoration plan, respectively, be revised in addendum to reflect the changes in operation. The revisions shall be submitted with the 1999 Annual report due March 31, 2000.

Any communication or correspondence with respect to this Permit shall be made in writing to the attention of Mr. Philippe di Pizzo, Executive Director of the Nunavut Water Board, at the address indicated above.

We trust everything will be to your satisfaction.

Sincerely,

Philippe di Pizzo Executive Director

Enclosure: Amendment No. 1

cc: S. Pagotto, DIAND

C. Nichols, Department of Sustainable Development

M. Keast, DFO C. Ogilvie, EC T. Price, QIA

NUNAVUT WATER BOARD AMENDMENT 1

NWB1NAN9702

Licensee: Canzinco Ltd. Nanisivik Mine

Licence No: NWB1NAN9702 Effective Date: December 9, 1999

Pursuant to its authority under Article 13 of the *Agreement between the Inuit of the Nunavut Settlement Area and Her Majesty the Queen in Right of Canada* the Board hereby grants the following licence amendment.

- 1. **Part D** shall be amended to include the follows:
- **13. Item** The Licensee shall ensure runoff is diverted away from the temporary storage pad and open pit.
- **14. Item** All accumulated pit water is to be directed to a sump and hauled to the East Adit Treatment Plant prior to final discharge.
- 2. The "Surveillance Network Program" shall be amended to include:

Station 159-18 Runoff at Ocean View Open Pit **Station 159-19** Pit water at Ocean View Open Pit

Sampling Requirements: Twice during periods of flow

Analysis Requirements: Total Lead Total Cadmium

Total Zinc Total Ammonia

Suspended Solids

pH, Temperature, Specific Conductivity at the time of sampling

This amendment issued and recorded at Gjoa Haven December 9, 1999.

Approved by,

Thomas Kudloo Chairman