

CHANGES AND ADDENDUM TO THE WATER LICENSE APPLICATION
Placer Dome Maze Lake Project
9 July 2004.

Section 1 describes the few changes made to our exploration plans since the water license application was sent to the Nunavut Water Board. In section 2 are listed the addendums to the Spill Contingency Plan as requested by the NWB and the information for the application form and remote questionnaire that was not available when the application was submitted. Section 3 includes the answers to the reviewer comments.

SECTION 1: Changes to the Maze Lake Exploration Program

The dates of the field program had to be changed since finding a helicopter for such a short term program was difficult and it was not possible to do the geophysical survey in mid-June. The initial program planned for July 16 to September 15 for an 8 weeks program had to be separated in two phases and will now last only 6 weeks.

The new dates are:

- Phase 1 from July 16 to August 07 (prospecting, soil sampling, water sampling, geological mapping and ground geophysical survey)
- Phase 2 from September 1 to September 21 (drilling).

The amount of drilling has also been reduced from 1800m to 1400m. The camp will be closed between August 7 to August 31 but for the presence of a guardian.

Since the geophysical survey will now happen at the same time as the geological program, the number of person in camp will be 12 to 15 for the Phase 1 instead of 8 people. The number of people during the drilling program is now 13 people instead of 12. The amount of water used will be less since the program since the program is shorter and there is less drilling.

One other minor change: the camp will have now 9 buildings instead of the 7 or 8 planned.

NWB has requested to provide a map showing drill hole locations within 30 days of reception of the water license. At this time it is impossible to do so, as the drill hole locations will be known only when the geophysical surveys and soil sample results are known, around the third week of August. The map will be done one week prior to returning in the field for the drilling program and will be sent to NWB office. Map 2, included in the original application, showing the drilling area is still the most up to date we have at this point.

As mentioned in the project description, the camp is not built yet and the location could change if the camp contractor finds the site not appropriate. The proposed camp map that was attached to the original application is still the best we have at this point. Once the camp site location is final and the buildings outline decided, an updated map will be sent to NWB. This should happen around July 20, weather permitting.

Since the drilling program has been delayed, the MSDS sheets for the drilling additives are not available since the products have not been bought yet.

SECTION 2: CHANGES TO THE LICENSE APPLICATION DOCUMENTS

Now that all the information is available and with the above changes, these documents should read like as follow:

1- Water license application form

Item 4:

The project will consist in prospecting, geological mapping, soil sampling and water sampling across the project area. A ground geophysical IP survey and approximately 1800m for 14 diamond drill holes will be drilled in Area 1 and Area 2. A temporary camp of 9 Weatherhaven tents with a wood structure core cutting shack will have to be built to sustain exploration activities. Camp building, geophysical survey, prospecting and soil will take place between July 16 and August 6, 2004. Exploration activities will stop and the camp closed (except for the presence of a guardian) between August 7 to August 31, 2004. From September 1 to September 30 the camp will be reopened for the drilling program.

Item 7:

Camp (kitchen, washing, shower, rock saw):

- average of 2.0 cubic metre/day from July 16 to August 6, 2004
- average of 2.5 cubic metre/day from September 1 to September 30, 2004.

Drilling: 10 cubic metre/day from September 1 to September 20, 2004

Item 9:

The new land use permit was obtained from KIA. Number: KVL304C08

Item10:

The application was exempted from the requirement for screening by the Nunavut Impact Review Board

Item 12:

Complete list of contractors:

- Nathalie Prud'homme, Consulting Project Geologist (Field supervisor) . 220 Powell Avenue #4, Ottawa, Ontario. K1S 2A5.
- Marcelle Hausseux, Geologist. 25 Hobart Drive. North York, Ontario, M2J 3J6
- Sandor Surmacz, Prospector. 25 Hobart Drive. North York, Ontario, M2J3J6
- Sonya Chalifour. Geologist. 830, George-Vanier, # 45, Chicoutimi, Québec, G7H 5N9
- SJ GEOPHYSICS LTD. 11762-94th Avenue, Delta, British Columbia, V4C 3R7 Tel: (604) 582-1100
- Gateway Helicopters Ltd. PO Box 21028, North Bay, Ontario, P1B 9N8, Tel: 705-474-4214
- Major Drilling Group International Inc. 180 Cree Crescent, Winnipeg Manitoba, R3J 3W1
- Matrix Helicopter Solutions. #8 Yellowknife Airport, Yellowknife. Northwest Territories. X1A 3T2 (provide and build camp, provide camp manger)
- 1984 ENTERPRISES INC. #201 - 750 Denman Street, Vancouver, B.C. V6G 2L5 (provide cook/first aid attendant)
- Five local filed helpers will be hired from the Whale Cove community.

2- Exploration/Remote Camp Supplementary Questionnaire

Item 7:

The camp will be design for 16 people. From July 16 to August 6, 2004, a maximum of 15 peoples are expected to be in camp. From August 7 to September 1 2004, 1 person will be in camp and from September 1 to September 30, 13 people will be in camp with a maximum of 16 for a couple of days.

Item 11:

The new land use permit was obtained from KIA. Number: KVL304C08

Item 21:

Since the drilling program has been delayed, the additives to be used have not have been bought yet. When the brands are known the MSDS sheets will be provided.

Section 23

The spill contingency plan has been updated. See attached new version.

3-Changes to the Spill Contingency Plan

The following changes have been made to Spill plan as requested in the water license. See the updated version of the plan.

Item 3:

The employer address, the person name responsible to activate the spill plan and its 24 hour phone number have been added.

The DIAND Water Resources inspector and general phone number have been added. The name of a contractor to offer assistance in case of a major spill has been added.

Item 6: two paragraphs on the training to take place have been added.

Item 7: a paragraph has been added on how to handle larger spills (bullet 11)

Item 9: has been modified in accordance with the spill kit that was bought.

4- Changes to the Restoration Plan

The following changes have been made to the Restoration Plan as requested in the water license. See the updated version of the plan.

Item 2: dates have been updated

Item 3: dates have been updated

Item 4: number of buildings have been updated

Section 1.11: a paragraph has been added on how to dispose of contaminated soils.

Section 2.11: a paragraph has been added on how to dispose of contaminated soils.

SECTION 3: ANSWERS TO REVIEWER COMMENTS

Mr. Eno questions:

Amount of water used: page 7 of the Project description states an average of 4900 litres/day (camp and industrial). The application form is showing a breakdown of these numbers (camp versus drilling).

Toilet system: using a pail lined with garbage bags that is daily removed to be burned in the incinerator was used in a project in Northern Labrador by Maze Lake project geologist. This system had been recommended by the local environmental inspector to replace the traditional latrine pit that was in use. The advantages of this method are that contamination of water is impossible and the odors are much more limited. The content was burned in an open barrel and the moisture did not cause any problem. The saw dust was not used in Labrador, but it is believed it could be used to hide the pail content between users. It is a home-made equivalent to the Pacto toilet often used in remote camps. The down side is that camp workers must be protected to avoid any diseases by wearing thick gloves, a protecting overall and glasses.