



NUNA M&T Services Ltd.

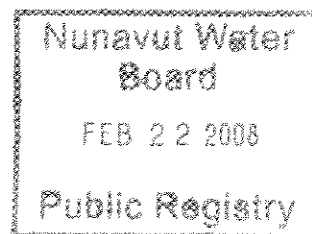
TYPE B WATER LICENSE

3BC-TEH0707

Tehek Lake Project

2007 ANNUAL REPORT

FEBRUARY 2008



Monthly and Annual Quantities of freshwater obtained from Baker Lake and Hamlet of Baker Lake.

Month	Hamlet of Baker Lake	Total
January		
February		
March	52,500 gal	17.50 m3
April	98,250 gal	32.75 m3
May	96,000 gal	32.00 m3
June	94,500 gal	31.50 m3
July	71,250 gal	23.75 m3
August	69,000 gal	23.00 m3
September	78,750 gal	26.25 m3
October	98,250 gal	32.75 m3
November	77,970 gal	25.99 m3
December	62,250 gal	21.75 m3
Total	79,8720 gal	267.24 m3

Maximum Limit as per Type B Water License 10 cubic metres per day.

Monthly and Annual Quantities of Sewage Solids removed
from facility and hauled to the Hamlet of Baker Lake.
Sewage Solids Removed January – December 2007

Month	Sewage Solids Removed
January	Nil
February	Nil
March	18.00 m ³
April	26.75 m ³
May	26.70 m ³
June	19.75 m ³
July	27.55 m ³
August	21.45 m ³
September	23.75 m ³
October	26.50 m ³
November	26.25 m ³
December	17.50 m ³
Total	234.20 m ³

Summary of Water License

A water license was applied for by Nuna M&T to support the working crew in the building of the Tehek Lake Access Road.

The original plan was to draw water from the near by lakes but on drilling for water it was discovered the lakes were frozen to the bottom.

November 2006 an agreement was reached with the Municipal of Baker Lake to access potable water and landfill facilities.

Crews began arriving to work the road the first couple of months in 2007 until the camp was build. Crew worked out of hotels in Baker Lake. Crews moved into the remote camp in March 2007.

A second water permit (June 2007) was submitted to relocate the camp to new location further up the road to cut down on travel distances, but the move of the camp never occurred.

The camp (still at the original site), will soon be sold to Agnico-Eagle Meadowbank division. It is anticipated that Agnico-Eagle Meadowbank division will relocate the camp.

Site inspections

June 24 & 25 2007 Water Resources Officer, Andrew Keim was on site for an inspection (CIDM#170840).


- Part A – No issues
- Part B – Water intake metering system required not installed water monitor per truck load.
- Part C – 10 CMD Water use under this license is for Camp/ municipal use only.

- Part D – Incinerator to meet Canada-wide Standard for Mercury Emissions plus Dioxins and Furans.

Hazardous materials shipped off site:

- Currently all hazardous material is being stored on site. 40 hazard barrels have been purchased.
 - All hazardous material will be shipped off site using today's standards in shipping and receiving of hazardous material. It is anticipated to be shipped in a sealift 2008.
- Part E – No issues noted
- Part F – No issues noted
- Part G – Spill contingency is in place. Pictures of spill kit at TEC transfer tank were sent in with reply to this original inspection order.
- Part H – Abandonment and Restoration will be completed once the camp has been relocated and snow has melted to better achieve proper restoration.
- Part I – Record books are available for inspection flow meter has not been installed as transportation of potable water is still measured by the load from a standard size water truck.

Nuna M&T Ltd. will not be renewing the water license. It is anticipated Agnico-Eagle will be applying for and taking charge of water and land use permitting.


Dale Craig CRSP
Corporate Safety Manager
NUNA Group of Companies