

ABANDONMENT & RECLAMATION PLAN
FOR THE PETER LAKE PROJECT
NUNAVUT, CANADA

MAY, 2011

Canada Nickel Limited
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Vancouver, BC
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Introduction

This Abandonment and Restoration Plan has been prepared for the Peter Lake Project operated by Canda Nickel Limited (Canada Nickel) and includes the proposed drilling program to be carried out on the project. The project is at an early stage of exploration and as such this document has been constructed following similar exploration efforts that have been conducted in the region by mineral exploration industry.

The drilling program will take place at approximately 63° 08' N, 92° 30' W.

The abandonment and restoration of the drill sites will be completed upon the completion of each drill holes.

Final Abandonment and Restoration Plan

Fuel Storage

At the end of the project, full fuel drums (Jet-A, diesel, gasoline and propane) will be flown out to Rankin Inlet and donated or sold to the community. Empty Jet-A, diesel and gasoline drums will be flown out to Rankin Inlet and returned to the M & T warehouse. Empty propane cylinders will be flown out to Rankin Inlet and returned to the M & T warehouse.

Any unused drilling additive, oil or grease will be returned to Rankin Inlet..

Drilling Areas

The drills will be dismantled, packaged and flown to Rankin Inlet. All drill sites will be inspected for contamination. Any remaining waste will be returned taken into the Rankin Inlet landfill for proper disposal.

Drill sites will be restored immediately after the drill has been moved.

Any soil contamination by hydrocarbons will be treated as per the spill contingency plan.

Sumps used for containment of drill effluent will be located in topographic depressions and well away from water bodies such as rivers, lakes and ponds. Once a drill hole has been terminated, the sumps will be filled in.

Documentation and Inspection

Photos of the drill sites will be taken before and after restoration. The permit holder will organize a final site inspection with Land Use Inspectors.