INDUSTRIAL WATER USE INSPECTION REPORT

Date: August 12 th & 13 th	Company Rep. Cheryl Wray, Environmental Supervisor:	
2006	1 7 7 77	

Licensee: Benachee Resources Inc. (Tahera Diamond Licence No. NWB1JER0410

WATER SUPPLY

Source(s):Carot lake Quantity used: NA Meter Reading: NI

Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected Intake Facilities: A Storage Structure: NA Treatment Systems: A Recycling: NA

Flow Meas. Device: A Conveyance Lines: A Pumping Stations: A Modifications: NA

Comments: Water pumping station and intake/ lift station in good condition. -Plastic Bag on Pump Motor.

WASTE DISPOSAL

Tailings: Tailings Pond: X Natural Lake: Underground:

Tailings Pond: X Sewage: Sewage Treatment System: X Natural Water Body:

> Continuous Discharge: X Intermittent Discharge:

Solid Waste: Open Dump: Landfill: X Burn & Bury: X Underground:

Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected

Discharge Quality: A Decant Structure: NI Dyke Inspections: U Pond Treatment: NI Runoff Diversion: A Conveyance Lines: A

Discharge Meas. Device: A Dams, Dykes: U Erosion: A Freeboard: A Seepages: A Spills: U

Effluent Discharge Rate: A Samples Collected: Yes

Comments: Run off ditches and dykes still under construction. S.E Dyke, West Dyke, need to be built up to final elevations. Divider Dyke Same. - Short winter road season and lack of fuel for construction purposes blamed for lack of completion. As a per discussions during the inspection it was agreed that this will be addressed this year.

GENERAL CONDITIONS

Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected

Ore & Waste Rock Stockpiles: A Records & Reporting: Geotechnical Inspection: U/K Posting/Signage: Α Contingency Plan: Α IJ **Restoration Activities: New Construction:** NA Fuel Storage: Mine Water Discharge: A Chemical Storage: Α Annual Report: U/K

Comments: Fuel storage- Bulk facility - Fence around facility required. New Flex pipes need to be installed and old ones replaced on all tanks. Spills within the containment area need to be cleaned up and contaminated soils removed. Tank # 8 is listing to one side.

Violations of Act or Licence: The inspector could find no obvious violations of the ACT while on the ground during the inspection.

General Comments: Site is VERY clean. A second inspection should be scheduled for mid winter and again in spring to monitor and inspect the PKCA area and the construction of the dykes and dams to final elevation.

Andrew Keim	
Inspector's Name	Inspector's Signature