

Water Resources Division Nunavut Regional Office Iqaluit, NU X0A 0H0

Nov 18, 2010

Re: 2AM-LUP0914 – Monthly Reports 2010 (May-Sept) – Lupin Gold Mine – Minerals and Metal Group.

NWB File: 2AM-LUP0914

CIDMS #: 435152

Please be advised that Indian and Northern Affairs Canada (INAC) has completed a review of the monthly reports for water license 2AM-LUP0914 (Lupin Gold Mine) submitted by Minerals and Metals Group (MMG). The NWB circulated the monthly reports for information purposes only. All documents related to the application posted on the NWB ftp site under 2AM-LUP0914 were included in my review (See attached Technical Review Memo).

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4282 or by email at lan.Parsons@inac.gc.ca.

Sincerely,

Original signed by

lan Parsons Regional Coordinator

Cc. Lou-Ann Cornacchio, Manager of Water Resources – Indian and Northern Affairs Canada, Nunavut Regional Office





Technical Review Memorandum

To: Phyllis Beaulieu - Manager of Licensing, Nunavut Water Board

From: Ian Parsons – Water Resources Technician, Indian & Northern Affairs Canada.

Re: 2AM-LUP0914 – Monthly Reports 2010 (May-Sept) – Lupin Gold Mine – Minerals and Metal Group.

The Lupin Gold mine is located approximately 285 km Southeast of Kuglugtuk on the West side of Contwoyto Lake. The Lupin Gold Mine is the Property of MMG and is currently in a Care and Maintenance Phase while MMG pursues the feasibility of re-opening the mine.

Recommendations/Comments

INAC notes that the monthly report for May has not been submitted. INAC recommends that the proponent submit a monthly report for the month of May

INAC also notes that its inspectors were not notified of a discharge from the Bulk Fuel Storage facility to the Sewage Lakes System during the month of June. INAC recommends that the proponent notify INAC inspectors at least 10 days in advance of any and all related discharges from any of its facilities as per Part E Item 4 of the Water License 2AM-LUP0914.

INAC has no other issues with the monthly reports from May to September.

Minerals and Metals Group are required to provide the Nunavut Water Board all outstanding information referred to above in order to comply with the requirements of the Care and Maintenance Plan for Water License 2AM-LUP0914.

Cc. Lou-Ann Cornacchio, Manager of Water Resources – Indian and Northern Affairs Canada, Nunavut Regional Office
Peter Kusugak, District Manager – Indian and Northern Affairs Canada, Nunavut Regional Office

