

Richard Dwyer

From: Katheryn Mclvor [KMclvor@agnico-eagle.com]
Sent: Tuesday, August 05, 2008 2:47 PM
To: Richard Dwyer
Cc: Larry Connell
Subject: Agnico-Eagle Mines Limited: 2AM-MEA0815 Water License Fees

Hi Richard,

Can you please advise on how to calculate the 2008 – 2009 water use fees for 2AM-MEA0815 as per Section 9 from the NWT Water Regulations:

9(b) in respect of an industrial, mining and milling or miscellaneous undertaking, the greater of \$30 and the aggregate of:

- (i) for the first 2 000 m³ per day that is authorized by the licence, \$1 for each 100 m³ per day,*
- (ii) for any quantity greater than 2 000 m³ per day but less than or equal to 4 000 m³ per day that is authorized by the licence, \$1.50 for each 100 m³ per day, and*
- (iii) for any quantity greater than 4 000 m³ per day that is authorized by the licence, \$2 for each 100 m³ per day*

My understanding of the 2AM-MEA0815 annual water use fee as per the Regulations is as follows:

Annual limit of 700,000 m³ = 1917 m³ / day = \$ 19 / day
\$ 19 * 365 days = \$ **6,935**

Can you please confirm if this amount is correct?

Thank you,

Katheryn

Katheryn Mclvor
Environmental Compliance Coordinator

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