April 8, 2001

Rita Becker Licensing Administrator Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0

Dear Ms. Becker:

Re: NWB1BOS9801 LICENSE RENEWAL

Further to John Donihee's, Legal Counsel to KIA, email of April 2, 2001 on the issue of timing for the pre-hearing conference and NWB water license hearing on July 11, 2001 plus KIA's concern about the acid rock drainage (ARD) from the ore stock pile.

The KIA would like to re-iterate John's concern about having a pre-hearing conference on April 25th, 2001, (changed from May 16th, 2001) in that the KIA would not have any material/information to go on in respect to the proposed Abandonment and Reclamation of the site which would not be submitted by HBJV until well after the pre-hearing conference. Another timing issue is the submission date for the written interventions on June 25, 2001. I would like the NWB to know that a concern about a potential acid rock drainage happening east of the ore stockpile storage, has been brought to the attention of KIA and we would like this investigated further. In saying this, the KIA is worried it is possible that we would not have any written submissions before the intervener deadline of June 25th, 2001.

At this time, as DIAND has vested interest in the joint security for the Boston site; the KIA would like DIAND to be aware that we would like their regulatory inspectors, i.e. water and land, to do a site inspection of the potential acid rock drainage east of the ore stockpile and any other environmental concerns arising from this inspection. The inspection should be done by June 25th, 2001. The enclosed map gives a better idea of the location of potential acid rock drainage happening, (circled), to be looked into.

Thank you. If there are any clarifications or concerns as to the contents of this letter, please call this office or email me.

Sincerely,

Jack Kaniak KIA Lands Manager

Cc: Charlie Evalik, President, KIA
John Donihee, Legal Counsel, KIA
Jim MacPherson, Resource Management Officer, DIAND