Richard Dwyer

From: Guy Gosselin [Guy.Gosselin@agnico-eagle.com]

Sent: Thursday, August 14, 2008 6:28 AM

To: KeimA@inac-ainc.gc.ca

Cc: keima@inac-ainc.gc.ca; licensingadmin@nunavutwaterboard.org;

shartman@kivalliqinuit.ca; Larry Connell; Louise Grondin; Denis Gourde; Alain Blackburn;

stephane.villeneuve@agnico-eagle.com; denis.vaillancourt@agnico-eagle.com

Subject: Reclamation works completed regarding your directive of August 03, 2008; and Exploration

camp installation update

Follow Up Flag: Follow up Flag Status: Purple



Val d'Or, August 14th 2008

Mr. Andrew Keim Water Resources Officer INAC Nunavut District Office P.O. Box 100 Iqaluit, NU, X0A 0H0 Tel: (867) 645-2089

Mr. Keim

I am writing in follow up to your site inspection of our Meadowbank exploration camp and activities under Type B Water License 2BE-MEA0813 and specifically to your directive of August 03, 2008. The following is a further status update to my letter of August 07th with the status of ongoing actions taken by AEM:

- 1. Reclamation involving erosion protection measures have been completed on Skipper's Island located in Tehek Lake at approximately N65 00 00.4 x W96 03 16.6, including installation of silt fencing, installation of geo-fabric and tarps and physical removal of drill cuttings to reduce the potential for drill cutting to enter the lake from these sites. I have attached a series of photographs documenting the completion of this work on Monday August 11, 2008;
- 2. Construction of a secondary containment for drums of aviation fuel at the Exploration camp has been completed as shown in the attached photograph;
- 3. Liner material has been installed to construct secondary containment for the fuel transfer areas near the Gensets installations.
- 4. Liner material has been ordered to construct secondary containment in the garage facilities at the exploration camp. We are hopefully that this liner material will arrive late on this year's sealift allowing us to complete all of the recommended secondary containment areas here before year end:

- 5. Camp garbage (organic containing material) is now being trucked on a daily basis to the incinerator units at the Meadowbank site for incineration to prevent any accumulation at the exploration camp;
- 6. As of August 11, 2008 all grey water from the exploration camp is being by-passed around the sewage holding tank and being discharged through a newly constructed sump before overflowing onto the tundra. The sump is intended to prevent erosion of the tundra from this discharge source. A photo of the constructed grey water sump is attached.
- 7. The camp black water is being directed into the sewage holding tank and then transferred by truck to the sewage treatment plant at Meadowbank. We estimate that the sewage holding tank at the exploration camp now provides emergency retention time of between 5 to 7 days as compared to 1 day previously when both grey water and black water were being retained.
- 8. The exploration camp fresh water intake is being installed and should be functioning within one week. This installation includes a permanent flow meter to measure water use as required under the license.

Please feel free to contact the undersigned if you require any further information.

Regards

Guy Gosselin, Ing., geol., M.Sc.A. Exploration Manager Canada

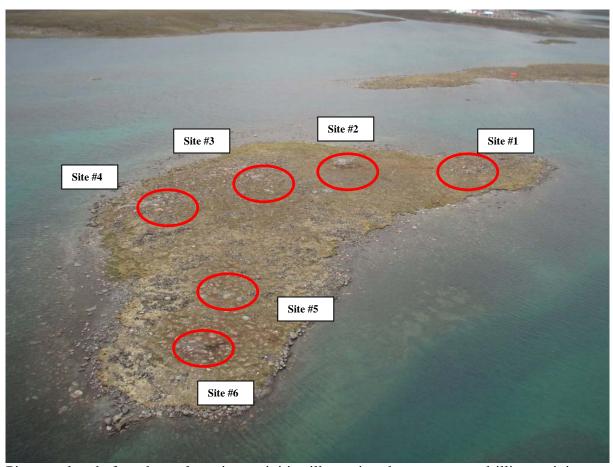
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Reclamation of Skipper's Island, Goose South Area Meadowbank project



Picture taken before the reclamation activities illustrating the areas were drilling activity took place on the island

Site #1



Removal by shovelling of all drill cuttings found at this drill site

<u>Site #2</u>



Removal by shovelling of drill cuttings between the two silt fences

Site #3



Silt fence and waterproof membrane to prevent rain erosion





Removal by shovelling of drill cuttings between the two silt fences

Site #5

No action necessary considering drill site was clean and outside the 30 meters to shoreline



Waterproof membrane over drill site located on evenly higher ground to prevent surface drainage or rainfall erosion

After Reclamation activities Site #3 Site #4 Site #6

Aerial pictures taken after reclamation activities



Closer aerial view of sites #2 and #3 after reclamation



