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# Application for Water Licence Amendment April 2010

P.O. BOX 119 GJOA HAVEN, NUNAVUT XOB 1J0 Tel: (867) 360-6338 FAX: (867) 360-6369

NUNAVUT WATER BOARD



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NUNAVUT WATER BOARD
OFFICE DES EAUX DU NUNAVUT

## APPLICATION FOR WATER LICENCE AMENDMENT

EXISTING LICENCE NO:2BB-MEL0914
1. LICENSEE CONTACT INFORMATION
Is the name of the licensee the same as the name in the existing licence?
X Yes    No
If no, a licence assignment must be completed and approved by the NWB. <b>Amendment will only be issued in the name of the current licensee in the absence of assignment of the licence.</b>
Name: Meliadine Gold Project Agnico-Eagle Mines Limited
Address: P.O. Box 879, Rankin Inlet, Nunavut X0C 0G0
Phone: (867) 645-2920
Fax: e-mail:
2. LICENSEE REPRESENTATIVE CONTACT INFORMATION
Name: Sylvain Doire
Address: 20, route 395 Cadillac (Québec), J0Y 1C0
Phone: Off: (819) 759-3700 #5186 Cel: (819) 279-3192 Fax: e-mail: sdoire@agnico-eagle.com
3. NAME OF PROJECT Meliadine Gold Project

4. LOCATION OF UNDERTAKING			
Is the location of the amended undertaking the same as the existing undertaking?			
X Yes ☐ No			
If no, provide the amended project extents and camp locations			
Project Extents			
NW: Latitude: ( ° ' "N) Longitude: ( ° ' "W) NE: Latitude: ( ° ' "N) Longitude: ( ° ' "W) SE: Latitude: ( ° ' "N) Longitude: ( ° ' "W) SW: Latitude: ( ° ' "N) Longitude: ( ° ' "W)			
Camp Location(s)			
Latitude: ( 63° 1' 30 " N) Longitude: ( 92°10'20" W)			
5. MAP Attach a topographical map, indicating the main components of the undertaking and distinguishing between existing components and proposed amendments			
NTS Map Sheet No. 55 N/1 Scale: 1:7500			
6. NATURE OF THE INTEREST IN THE LAND			
Does the proposed amendment change the nature of the interest in the land? Yes X No			
If yes, indicate changes?			
Check any of the following that are applicable to the proposed undertaking (at least one box must be checked) distinguishing between existing and amended interests			
Sub-surface			
X Mineral Lease from Nunavut Tunngavik Incorporated (NTI)  Date (expected date) of issuance: Date of expiry: 1-Jul-12			
☐ Mineral Lease from Indian and Northern Affairs Canada (INAC)  Date (expected date) of issuance: Date of expiry:			
Surface			
Crown Land Use Authorization from Indian and Northern Affairs Canada (INAC)  Date (expected date) of issuance: Date of expiry:			
☐ Inuit Owned Land (IOL) Authorization from Kitikmeot Inuit Association (KIA)  Date (expected date) of issuance: Date of expiry:			
X IOL Authorization from Kivalliq Inuit Association (KivIA)  Date (expected date) of issuance: Date of expiry: 31-June 2012			
☐ IOL Authorization from Qikiqtani Inuit Association (QIA)  Date (expected date) of issuance: Date of expiry:			
Commissioner's Land Use Authorization  Date (expected date) of issuance: Date of expiry:			
Other			
Date (expected date) of issuance: Date of expiry:			
Is the name of the entity(s) holding authorizations the same as it was when the existing licence was issued?			
X Yes No			
If no, a licence assignment must be completed and approved by the NWB.			

7. NUNAVUT PLANNING COMMISSION (NPC) DETERMINATION		
Indicate the land use planning area in which the existing undertaking is located		
□ North Baffin X Keewatin   □ South Baffin □ Sanikiluaq   □ Akunniq □ West Kitikmeot		
Does the proposed amendment move the undertaking to a different land use planning area?		
☐ Yes X No		
If yes, indicate the land use planning area in which the amended undertaking is located		
□ North Baffin □ Keewatin   □ South Baffin □ Sanikiluaq   □ Akunniq □ West Kitikmeot		
Was a land use plan conformity determination required from NPC prior to the issuance of the existing licence?		
☐ Yes X No		
If Yes, indicate date issued and attach copy		
Does the proposed amendment change the original NPC conformity determination or the need to obtain one?		
☐ Yes X No		
If Yes, indicate date issued and attach a copy		
8. NUNAVUT IMPACT REVIEW BOARD (NIRB) DETERMINATION		
Was a screening determination required from NIRB prior to the issuance of the existing licence?		
X Yes No		
If Yes, indicate date issued and attach copy See attached copy		
Does the proposed amendment change the original NIRB screening determination or the need to obtain one?		
☐ Yes X No		
If Yes, indicate date issued and attach a copy		

he project is located at the Meliadine Gold Project Site, 25 km north of Rankin Inlet, Nunavut (see ne map in the original application).
he proposed amendment is to build a second bermed bladder fuel farm to accommodate 8 fuel ladders, each having a capacity of 113 500 litre (total capacity of 908 000 liter) and install 8 Enviroanks of 100 000 litre.
he new berm area will be situated beside the 10 existing bladders installed in 2010. The bermed fuel arm will be lined with a HDPE liner and have a capacity of 110 percent of the maximum amount of sel stored.
Details of the proposed construction are in the attached documents and figures (Technical Specifications of Construction Material, Non-technical Summary: Meliadine Fuel Storage Area Expansion and figures 018-210-005-R1 and 018-210-006-R0.
10. OPTIONS - Provide a brief explanation of the alternative methods or locations that were considered to carry out the project.
N/A
11. CLASSIFICATION OF PRIMARY UNDERTAKING
Indicate the primary classification of undertaking for the existing licence by checking one of the following boxes:
☐ Industrial ☐ Agricultural  X Mining and Milling (includes exploration/drilling/exploration camps)
☐ Conservation   ☐ Municipal (includes camps/lodges) ☐ Recreational   ☐ Power ☐ Miscellaneous (describe below):
See Schedule II of Northwest Territories Waters Regulations for Description of Undertakings
See Schedule II of <i>Northwest Territories Waters Regulations</i> for Description of Undertakings  Does the proposed amendment change the classification of primary undertaking?  Yes  X No
Does the proposed amendment change the classification of primary undertaking?

12. WATER USE	
Indicate using the boxes below, the type(s) of water	use(s) approved in the existing licence?
<ul> <li>X To obtain water for domestic purposes</li> <li>X To obtain water for industrial purposes</li> <li>To cross a watercourse</li> <li>To alter the flow of, or store water</li> </ul>	☐ Flood control ☐ To divert a watercourse ☐ To modify the bed or bank of a watercourse ☐ Other:
Does the proposed amendment change the type(s)	of water use(s)?
If Yes, indicate the amendment(s) to the type(s) of w continued or removed	vater use(s) noting any water use(s) that are to be add
13. QUANTITY OF WATER INVOLVED	
Does the proposed amendment change the source	of water?
	ater sources that are to be added, continued or remov
mulcate the amended water source(s) noting any we	are sources that are to be added, continued or remov
Does the proposed amendment change the quality of	of the water source and/or its available capacity?
Y	es X No
_	
Y	es X No available capacity:
Describe the quality of the water source(s) and the a	es X No available capacity:  of water to be used from each source?
Describe the quality of the water source(s) and the a	es X No available capacity:  of water to be used from each source?  X No
Describe the quality of the water source(s) and the a	es X No available capacity:  of water to be used from each source?  X No
Describe the quality of the water source(s) and the a  Does the proposed amendment change the quantity  Yes  Estimated quantity(s) of water to be used from each	es X No available capacity:  of water to be used from each source?  X No source:
Describe the quality of the water source(s) and the a  Does the proposed amendment change the quantity  Yes  Estimated quantity(s) of water to be used from each  100m³/day or less Greater than 100m³/day  N/A There will be no water use in construction-tanks.	es X No available capacity:  of water to be used from each source?  X No source:
Describe the quality of the water source(s) and the a  Does the proposed amendment change the quantity  Yes  Estimated quantity(s) of water to be used from each  100m³/day or less Greater than 100m³/day  N/A There will be no water use in construct	es X No available capacity:  of water to be used from each source?  X No source:
Describe the quality of the water source(s) and the answer source (s)	es X No available capacity:  of water to be used from each source?  X No source:  ting and operating the bladder farm or the of extraction?
Describe the quality of the water source(s) and the answer source (s)	es X No available capacity:  of water to be used from each source?  X No source:  ting and operating the bladder farm or the of extraction?
Describe the quality of the water source(s) and the answer of the proposed amendment change the quantity    Yes	es X No available capacity:  of water to be used from each source?  X No source:  ting and operating the bladder farm or the  of extraction?

14. WASTE Check the appropria	te box(es) to indicate the	he type(s) of waste(s)	approved in the exis	ting licence:
X Sewage		X Waste oil		
_	X Solid Waste X Greywater			
	X Hazardous Sludges			
	X Bulky Items/Scrap Metal			
	Animal Waste			
Other (describe):				<del></del>
Does the proposed amendment change the type(s) of waste(s) to be generated and/ or deposited?				r deposited?
		☐ Yes X No		
	nendments to the type( ontinued generation ar			
15. QUANTITY A	ND QUALITY OF WA	STE INVOLVED		
Does the proposed a	amendment change the	a quantity or quality of	any of the types of w	vaetae involvad?
Does the proposed a	amendment change the	s quantity of quality of	any of the types of w	vastes involved:
		☐ Yes X No		
If Yes, which type(s)	of waste(s)			
For each type of was	ste to be generated and	d disposed complete t	he following table:	
Type of Waste	Composition	Quantity Generated	Treatment Method	Disposal Method
16. OTHER AUT	HORIZATIONS			
	Does the proposed amendment change the need for other authorizations in addition to the sub-surface and surface land use authorizations provided in Block 6? X Yes No			
If Yes, indicate any additional authorizations required, indicate which authorizations are no longer required, and which authorizations continue to be required.				
For each provide the	For each provide the following:			
Authorization: Commercial Lease amendment.				
Administering Agency: Kivalliq Inuit Association				
Project Activity: Advanced Exploration, including constructing and operation of the bladder farm and Envirotanks				
Date (expected date) of issuance:2002 Date of expiry: 30 June 2012				

17. PREDICTED ENVIRONMENTAL IMPACTS OF UNDERTAKING AND PROPOSED MITIGATION MEASURES
Does the proposed amendment change the predicted environmental impacts of the undertaking and the proposed mitigation measures? $\square$ Yes $X$ No
Describe direct, indirect, cumulative impacts, etc. AEM does not believe that there will be any additional impacts to water resulting from this increase in fuel capacity. There will be no associated increase in water consumption or waste water generation.
18. WATER RIGHTS OF EXISTING AND OTHER USERS OF WATER
Was compensation paid and/or an agreement(s) for compensation been entered into with any existing or other users of water during consideration of the existing licence?
☐ Yes X No
If Yes, provide the names, addresses and the nature of water use by those persons or properties.
Does the proposed amendment adversely affect any known persons or property including those that hold licences for water use in precedence to the application, domestic users, in-stream users, authorized waste depositors, owners of property, occupiers of property, and/or holders of outfitting concessions, registered trapline holders, and holders of other rights of a similar nature?
☐ Yes X No
If Yes, provide the names, addresses and the nature of water use of those persons or properties.
Advise the Board if compensation has been paid and/or an agreement(s) for compensation has been reached with any existing or other water users with respect to the proposed amendment
19. INUIT WATER RIGHTS
Was compensation paid/ or an agreement(s) for compensation been entered into with any Designated Inuit Organization (DIO) during consideration of the existing licence?
☐ Yes X No
If Yes, which DIO(s)
Does the proposed amendment substantially affect the quality, quantity or flow of waters flowing through Inuit Owned Land (IOL)?
☐ Yes X No
If Yes, advise the Board if negotiations have commenced or an agreement to pay compensation for any loss or damage has been reached with one or more DIO(s) with respect to the proposed amendment
20. CONSULTATION - Provide a summary of any consultation meetings including when the meetings were held, where and with whom. Include a list of concerns expressed and measures to address concerns,
See the document attached: Consultations and Meetings for Community, Regulatory Agencies and Elders 1995-2011.
21. SECURITY INFORMATION
Provide an updated financial security assessment prepared in a manner consistent with the principals

Provide an updated financial security assessment prepared in a manner consistent with the principals respecting mine site reclamation and implementation found in the *Mine Site Reclamation Policy for Nunavut,* Indian and Northern Affairs Canada, 2002.

Provide an updated estimate of the total financial security for final reclamation equal to the total outstanding reclamation liability for land and water combined sufficient to cover the highest liability over the life of the undertaking. Estimates of reclamation costs must be based on the cost of having the necessary reclamation work done by a third party contractor if the operator defaults.

In July 2011, AEM and AAND reached agreement that the security for the Meliadine site should be 905 231\$. The KIA also hold a security of 950 000 \$ on the project.

#### 22. FINANCIAL INFORMATION

Provide an updated statement of financial security.

AEM is a publically traded company on the Toronto and New York stock exchanges having a market capitalization of over 10 billion of dollars.

If the applicant is a business entity, provide a list of the officers of the company.

Vice-President, Canada: Paul-Henri Girard Cadillac office 819-759-3700 Val D'Or office 819-874-7822 Area Manager, Nunavut: Denis Gourde Cadillac office 819-759-3700 Val D'Or office 819-874-7822 Project Manager: Eric Lamontagne Cadillac office 819-759-3700 Val D'Or office 819-759-3700 Exploration Manager: Denis Vaillancourt Val d'Or office 819-874-5980 AEM Toronto head office 416-947-1212

If the applicant is a business entity attach a copy of the Certificate of Incorporation or evidence of registration of the company name. AEM is a publically traded company on the Toronto and New York stock exchanges.

### 23. STUDIES UNDERTAKEN

List and attach updated studies, reports, research etc.

Provide a compliance assessment and status report including a response to any inspector's reports. The licensee must contact the NWB for licence specific direction in completing the assessment and report.

If in non-compliance, a licence may not be issued until compliance is achieved. If in non-compliance, attach plans/reports for consideration. Application will not be processed if significant issues of non-compliance exist.

24. PROPOSED TIME SCHEDULE			
Does the proposed amendment change the time schedule considered in the existing licence for any phase of development?			
☐ Yes X N	0		
Indicate the proposed start and completion dates for operation, closure, and post closure)	each applicable phase of development (construction,		
Construction Proposed Start Date: March 2012 Propo (month/year) Operation Proposed Start Date:	osed Completion Date: April 2012 (month/year)  Proposed Completion Date: (month/year)		
(month/year) Closure	(month/year)		
Proposed Start Date:	Proposed Completion Date: (month/year)		
Post - Closure Proposed Start Date:	Proposed Completion Date:		
(month/year)	(month/year)		
For each applicable phase of development indicate w	hich season(s) activities occur		
Construction  X Winter ☐ Spring ☐ Summer ☐ Fa	all		
Operation  Winter Spring Summer F	all X All season		
<u>Closure</u> ☐ Winter ☐ Spring X Summer ☐ Fa	II All season		
<u>Post - Closure</u> ☐ Winter ☐ Spring ☐ Summer ☐ F	all		

25. PROPOSED TERM OF LICENCE AMENDMENT				
On what date does the existing licence expire? September 2014				
Is the licensee applying for a combined renewal and amendment of the existing licence?				
☐ Yes X No				
If Yes, indicate the proposed term of the renewal (maximum of 25 years):				
Proposed Date of Issuance: Proposed Expiry Date: (month/year) (month/year)				
26. ANNUAL REPORTING – Provide details regarding the content of annual reports and a proposed outline or template of the annual report.				
Agnico-Eagle Mines Limited (AEM) uses the revised Standardized NWB Annual Reporting Form. It includes all monitoring data, spill reports, number of drill holes, drill holes over 600m, water use for the camp and drills, waste rock and ore on surface, a list of studies carried out. A summary of modification and/or major maintenance work, work plan for 2012, any updates of Plans, an update of the reclamation security, a summary of any abandonment and restoration work completed during the year and an outline of any work anticipated for the next year, review and update the reclamation plan.				
27. CHECKLIST				
The following must be inclu	ded with the applica	cation for Amendment for the water licensing process to begin		
Completed Applica	tion for Water Licer	nce Amendment form		
X Yes	□No	If no, date expected		
Information addres	sing Supplemental	Information Guideline (SIG), where applicable (see Block 10)		
Yes	X No	If no, date expected Not applicable		
Compliance Assess	Compliance Assessment / Status Report (see Block 21)			
Yes	X No	If no, date expected Oct 28 <sup>th</sup> , 2011		
Indicate of Renewa	Indicate of Renewal Requirement (see Block 23)			
X Yes	□No	If no, date expected		
English Summary	of Amendment App	olication		
X Yes	□No	If no, date expected		
Inuktitut and/or Inu	Inuktitut and/or Inuinnaqtun Summary of Amendment Application			
X Yes	□No	If no, date expected		
Application fee of \$	Application fee of \$30.00 CDN (Payee Receiver General for Canada)			
X Yes	□No	If no, date expected		
Water Use fee of \$30.00 CDN (Payee Receiver General for Canada)				
X Yes	X Yes			
28. SIGNATURE				
Sylvain Doire	Environm Coordin	•		
Name (Print)	Title (Pr	rint) Signature Date		

For Nunavut Water Board office use only			
APPLICATION FEE	Amount: \$	Pay ID No.:	
		<u> </u>	
WATER USE DEPOSIT	Amount: \$	Pay ID No.:	
WATER OOL DEFOON	/φ	- Luy 15 11011	