

From: [Mark Balog](#)
To: [Phyllis Beaulieu](#)
Subject: FW: 100510 2BB-MEL0914 Amendment Applications on Hold
Date: Monday, May 10, 2010 5:06:46 PM
Attachments: [100506 2BB-MEL0914 INAC Comments-IMLE.pdf](#)
[100510 2BB-MEL0914 Amendment Files on Hold-OT3E.pdf](#)
[CMF bonding response letter Apr 12.pdf](#)

From: Mark Balog
Sent: Monday, May 10, 2010 5:05 PM
To: Phyllis Beaulieu <licensing@nunavutwaterboard.org>; 'bernie.macisaac@inac.gc.ca'; Tanya Trenholm; 'Bryan Rayner'; 'dirlands@kivalliqinuit.ca'; 'Veronica Tattuinee'; 'dionne@nunavutwaterboard.org'
Cc: John Witteman; Sandy Barham
Subject: FW: 100510 2BB-MEL0914 Amendment Applications on Hold

Hi Tanya,

We received a letter of yours dated May 6, 2010 that you sent to the NWB indicating that Comaplex was in non-compliance due to it not submitting a \$639,000 security bond for its Meliadine project. Since your letter has resulted in the NWB not reviewing any of our present amendments or applications, we obviously need to respond to you directly (see attached). Within your letter, and also in the one from the NWB, there are two options available to Comaplex – we have taken the option of providing a framework for the timely resolution of the bonding situation.

As you are hopefully aware, the issue of double bonding on exploration projects is a sensitive one. Comaplex presently pays a \$950,000 bond to the KivIA for the Meliadine project. Since the INAC estimate of the cost to clean up water and land on the project is \$639,000, we feel Comaplex is overpaying to the KivIA already. Now we have the request for more security for the same thing from INAC. This is not a new situation for mining companies operating in Nunavut, nor most people would agree, a fair situation, but there appears to be a desire by all parties involved to try to find a way to resolve this matter.

On April 12, 2010, Comaplex sent a letter to the KIA, the NWB, and INAC explaining its stance on the security request and in it provided several options for resolution of the double bonding issue (see attached). A second letter to address an Inspector's letter was sent to all parties on May 6, 2010. Additional discussions and correspondence with the heads of both the KivIA (Luis Manzo – April 21, 2010) and INAC (Bernie McIsaac – May 6, 2010) on the bonding issue were also made. In the discussion with Bernie, we agreed that the KIA, INAC, and Comaplex would sit down together in the next few weeks to try to resolve this. INAC will be setting up this meeting.

I am not sure what more you require in the form of a framework for resolution of the bonding from Comaplex, but there has been active and positive participation by the various parties to work this out. You may not have been aware of these discussions and we hope that with this information you will allow the NWB to quickly progress with their study and approval of the three amendments now before them. We are trying to get this resolved and have a history of working through these matters with the regulators. If you require any additional information, please contact me directly.

mark

From: Phyllis Beaulieu [mailto:licensing@nunavutwaterboard.org]

Sent: Monday, May 10, 2010 2:18 PM

To: Mark Balog; John Witteman

Cc: Alice Baker; Anglo American Rob Mackie; CLEY; DFO Amy Liu; DFO David Balint; DFO Eric Kan; DFO Gary Cooper; DFO Jane Tymoshuk; DFO Lorienta Melnick; DFO Nicola Johnson; DFO Sarah Olivier; EC Environment Canada; EC Paula Smith; GN-CGS Bill Westwell ; GN-CGS Bryan Purdy; GN-CGS Rosemary Kilpatrick; GN-CGS Roy Green ; GN-CGS Wayne Thistle; GN-DOE Allison Loder; GN-DOE Dee Karadag; GN-DOE Froydis Reinhart; GN-DOE Ian Rumbolt; GN-DOE Mike Mifflin; GN-DOE Robert Eno; Hamlet of Arviat; Hamlet of Baker Lake; Hamlet of Chesterfield Inlet; Hamlet of Coral Harbour; Hamlet of Rankin Inlet; Hamlet of Repulse Bay; Hamlet of Whale Cove; HTO Arviat; HTO Baker Lake; HTO Chesterfield; HTO Rankin Inlet; HTO Repulse Bay; HTO Whale Cove; INAC Bryan Rayner; INAC Andrea Cull; INAC Andrew Keim; INAC David Abernethy; INAC David Ningeongan; INAC Ian Parsons ; INAC Jeff Mercer; INAC LouAnn Cornacchio ; INAC Peter Kusugak; INAC Spencer Dewar; INAC Tanya Trenholm; KIA Arviat; KIA Baker Laker; KIA Jose Kusugak; KIA Krista Zawadski; KIA Luis Manzo; KIA MSerra; KIA Stephen Hartman; KIA Veronica Tattuinee; Makik; NIRB Info; NIRB Ryan Barry; NIRB Sophia Granchinho; NPC Annie Ollie; NPC Bobby Suluk; NPC Brian Aglukark; NPC Conformity; NPC Jayko Aloo; NPC Tommy Owlijoot; NTI Carson Gillis; NTI George Hakongak; NTI Jeannie Ehloak; NTI Keith Morrison; David Hohnstein; Don Carr; NWB Karlette Tunaley ; NWB Steve Lines; PC Jane Chisholm; PC Monty Yank

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Please see attached regarding amendments to 2BB-MEL0914, Meliadine Project.

Regards,

Phyllis Beaulieu

Manager of Licensing

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