

**MELIADINE**

**GOLD**

**PROJECT**



**2011 Annual Report**

**Commercial lease KVCL102J168**

**Prepared for the Kivalliq Inuit Association**

**January 2012**

Contacts:

**Denis Vaillancourt**

Exploration Manager

C.P. 87

765, Chemin de la mine Goldex

Val d'Or, Québec, J9P4N9

[denis.vaillancourt@agnico-eagle.com](mailto:denis.vaillancourt@agnico-eagle.com)

**David Frenette**

Environment and Health & Safety Coordinator

C.P. 87

765 Chemin de la mine Goldex

Val-d'Or, Quebec, J9P4N9

[david.frenette@agnico-eagle.com](mailto:david.frenette@agnico-eagle.com)

**Sylvain Doire**

Environment Coordinator, Meliadine Project

10 200, route de Preissac

Rouyn-Noranda (Québec) J0Y 1C0

[sdoire@agnico-eagle.com](mailto:sdoire@agnico-eagle.com)

**Conditions 6.01g:** to respect the license, the licensee shall deliver to the Landlord, no later than February 28<sup>th</sup> of each year of the term, a report, in form and scope satisfactory to the Landlord in respect of all environmental issues arising in respect of the Tenant's Operations on the Property for the past calendar year:

- (1) Information respecting the Tenant's compliance with the terms of this lease and permits or licences required in respect of its Operations on the Property, together with details of any incidents of non-compliance, the results of any inspection reports prepared by or fines levied by any competent regulatory authority and any remedial action relating thereto;

*The July 7<sup>th</sup>, 2011 INAC's inspector did an inspection to the Meliadine Site. Some situations were judged unacceptable by the inspector. Here are the Non-compliance of Act or licence noted with the correctives actions taken;*

- *Minor hydrocarbon spills should be cleaned up as soon as possible and a general clean-up is required at various locations around the site. The drillers shack and storage area in particular need to be cleaned up and fuels, oils, and batteries must be properly contained.*
  - ✓ *Many efforts were done in 2011 to have a clean work site. All employees and contractors were conscientized to the environment importance.*
- *All fuel, oils and chemicals should be properly stored in secondary containment.*
  - ✓ *This problematic is corrected. Also, during 2011 Qikiqtaaluk Environmental Inc. came twice on Meliadine site to package correctly all hazardous material waste.*
- *The grey water should be redirected to the biodisk unit and the grey water discharge area (sump) must be reclaimed by treating and backfilling.*
  - ✓ *In 2012, Agnico-Eagle will install a second biodisk and the greywater will be directed to the Sewage Disposal Facility.*

- (2) Copies of any letters, faxes, advice, documents, reports, or other information on environmental matters submitted by the Tenant to any competent regulatory authority;

*Please see Appendix 1 for:*

- *2011 Annual report presented to the Nunavut Water Board*

- (3) Copies of any environmental monitoring reports or environmental studies in respect of the Property prepared for the Tenant, together with any interpretation or analysis of the data contained therein done by the Tenant or its agents or consultants;

*Please see Appendix 1 for:*

- *Water monitoring data (included in the 2011 Annual report presented to the Nunavut Water Board)*

- (4) A report of any reclamation work undertaken or required to be undertaken in accordance with this lease

*There were no reclamation activities related to lease KVCL102J168.*

*Appendix 1*

*2011 Annual report presented to the Nunavut Water Board*