

Richard Dwyer <richard.dwyer@nwb-oen.ca>

security - 8BC-BRP---- or maybe its 2BC-BRP1718

Parsons, Ian (AADNC/AANDC) <ian.parsons@canada.ca>

Thu, Mar 29, 2018 at 2:22 PM

To: Licensing Department < licensing@nwb-oen.ca>

Cc: "Dewar, Spencer (AADNC/AANDC)" <spencer.dewar@canada.ca>, Matthew Pickard <mpickard@sabinagoldsilver.com>, "Allain, Erik (AADNC/AANDC)" <erik.allain@canada.ca>

Hi,

As per a conversation held between Sabina (Matthew Pickard) and myself surrounding Security for Sabina under the Type B licence.

It has been bought to my attention that in this case Sabina may be potentially double bonded for the predevelopment activities depending on KIA. Most the these activities (90-95%) are land-based.

I have stated that we would with all parties to avoid this scenario. KIA is supposed to be corresponding with Sabina on what they are planning to do.

With this being said there are a couple of details that need to be addressed.

- 1) If the KIA is not going to hold security for these activities and they let Sabina know early next week, then because of the late nature of this correspondence Sabina will be in a position of non-compliance with regards to posting security under the water licence. They will need an extension on the date that security is to be posted/provided.
- 2) If KIA determines that they will be holding security then to avoid double bonding we (INAC/CIRNAC) will have to work with the NWB to eliminate this T&C from the water licence in order to avoid non-compliance again with the T&C.

Sabina has stated that they are waiting to hear back from KIA on Tuesday April 3rd.

INAC provided comments on security during this process as it always does, seeing nothing from KIA on the subject.

0/2018	Nunavut Water Board Mail - security - 8BC-BRP or maybe its 2BC-BRP1/18
Again INAC would like to state parties.	that we will work with all parties on a common solution that makes sense for all
Thanks,	
lan	