

**Kivalliq Energy Corporation**  
**Executive Summary - Amendment Application, 2BE-ANG1318**

Exploration at the Angilak property has been based out the New Yat Lake Camp (Nutaaq Camp) since March 2010. NWB Licence 2BE-ANG0813 was issued to Kivalliq Energy Corporation on August 5, 2008. It was amended on July 16, 2010 to increase the daily water use to 100 cubic metres to accommodate three drills. On March 4, 2013 Kivalliq Energy Corporation's licence was renewed (NWB Licence 2BE-ANG1318) under the same conditions as the previous licence.

Although exploration activities to be conducted under licence 2BE-ANG1318 are consistent with those undertaken since 2010, Kivalliq Energy Corporation respectfully requests an amendment to the existing licence to increase total daily water use to a maximum of 300 cubic meters.

This proposed amendment is to reflect AANDC's interpretation of the term 'use' of water as per AANDC's January 27, 2014 response to the NWB's August 21, 2013 letter requesting clarification concerning AANDC's interpretation of the term "use" of water pursuant to the Nunavut Waters and Nunavut Surface Rights Tribunal Act. (See letter attached.)

As per AANDC's interpretation of the term "use" of water, Kivalliq Energy Corporation has recalculated the estimated quantity of water used during drilling to include water continuously circulated through equipment (to prevent freezing) then immediately released. Therefore Kivalliq Energy Corporation respectfully requests an increase in water use under the existing licence from 100 m<sup>3</sup>/day to 300 m<sup>3</sup>/day.

The estimated quantity for water used for camp is not anticipated to change.