

File: 2BE-ANG1318/Amendment No. 1

July 10, 2014

Andrew Berry, Chief Operating Officer Maria Egerton, Environmental & Permitting Kivalliq Energy Corporation 1020 – 800 West Pender Street Vancouver, BC V6C 2V6

Email: <u>andrewb@kivalliqenergy.com</u> mariae@kivalliqenergy.com

RE: 2BE-ANG1318 Type "B" – Amendment No. 1

Dear Mr. Berry and Ms. Egerton:

Please find attached, Amendment No.1 to Licence No. 2BE-ANG1318, Type "B", issued to Kivalliq Energy Corporation, by the Nunavut Water Board (NWB or Board) (**Motion 2014-B1-014**) pursuant to its authority under Article 13 of the *Agreement between the Inuit of the Nunavut Settlement Area and Her Majesty the Queen in Right of Canada* and the *Nunavut Waters and Nunavut Surface Rights Tribunal Act*. The terms and conditions of the original Licence related to water use and waste disposal remain an integral part of this approval.

The Licensee should note that although the Nunavut Impact Review Board (NIRB) has determined that this amendment is exempt<sup>1</sup> from screening in accordance with Schedule 12-1 of the Nunavut Land Claim Agreement (NLCA), the original Screening Decision should continue to be consulted in conjunction with the exemption decision as it contains recommendations that are applicable to the overall project. Further, the Licensee should recognize that the Nunavut Planning Commission (NPC) has indicated in its review of the amendment application that the original Conformity Determination<sup>2</sup> for the project is still applicable; however, any future changes in scope of the project will require review by the NPC.

The NWB strongly recommends that the Licensee consult the comments received from the intervening party on issues identified. This information is attached for your consideration.<sup>3</sup>

<sup>&</sup>lt;sup>1</sup> Nunavut Impact Review Board (NIRB) Exempt from Screening Decision, April 7, 2014.

<sup>&</sup>lt;sup>2</sup> Nunavut Planning Commission (NPC) Conformity Determination, April 29, 2014.

<sup>&</sup>lt;sup>3</sup> Aboriginal Affairs and Northern Development Canada (AANDC), May 16, 2014.

Sincerely,

Thomas Kabloona

Nunavut Water Board, Chair

TK/sj/pb

Licence No. 2BE-ANG1318 – <u>Amendment No. 1</u> Comments – AANDC Enclosure:

Cc: Distribution -Kivalliq

## LICENCE AMENDMENT No. 1

Licensee: Kivalliq Energy Corporation
Licence No: 2BE-ANG1318 Type "B"

Licence Issued: March 4, 2013 Effective Date: July 08, 2014

Pursuant to its authority under Article 13 of the Agreement between the Inuit of the Nunavut Settlement Area and Her Majesty the Queen in Right of Canada and the Nunavut Waters and the Nunavut Surface Rights Tribunal Act, with respect to the application for amendment dated March 25, 2014 (Application) and made by Kivalliq Energy Corporation, the Nunavut Water Board hereby grants the following Licence amendment.

The Licence issued March 4, 2013 with an expiry date of March 3, 2018 shall be amended to include the following terms and conditions, with respect to the use of water and deposit of waste during camp and drilling operations, to allow Kivalliq Energy Corporation to increase the total quantity of water allowed for specific purposes associated to the Angilak Project (Project), as outlined in the Application. The Project is located within the Kivalliq Region, Nunavut with camp infrastructure at the following geographical coordinates: Latitude: 62° 34' 15" N; Longitude: 98° 27' 20" W.

The Licence, (Page 2), shall be amended to indicate the following:

Water Management Area: **KAZAN WATERSHED (7)** 

Quantity of Water Not to Exceed: **TWO HUNDRED AND NINETY-NINE (299) CUBIC METRES PER** 

**DAY** 

## PART C: CONDITIONS APPLYING TO WATER USE

Amend Item 1

The Licensee shall obtain all water for domestic camp use from Nutaaq Lake, not exceeding three (3) cubic metres *per* day. Drill water shall be obtained from sources, proximal to the drilling targets and shall not exceed two hundred and ninety-six (296) cubic metres *per* day. Total water use, for all purposes associated with the Angilak Project shall not exceed two hundred and nine-nine (299) cubic metres *per* day.

All remaining terms and conditions of the Licence 2BE-ANG1318 Type 'B" issued March 4, 2013 still apply.

This Licence Amendment issued and recorded at Gjoa Haven, NU on July 08, 2014.

Approved by,

Thomas Kabloona

Nunavut Water Board, Chair