



Suite 1020, 800 Pender St W
Vancouver BC V6C 2V6
t: 604.646.4527 f: 604.646.4526
www.kivalliqenergy.com

NUNAVUT WATER BOARD ANNUAL REPORT 2013 **Nunavut Water Board Licence No.: 2BE-ANG1318**

EXECUTIVE SUMMARY

Kivalliq Energy Corp. is a uranium exploration and development company that has been active in the Kivalliq Region of Nunavut since 2008. The exploration project pertaining to this report is referred to as the Angilak Project operating out of Nutaaq camp which is located approximately 225 kilometres southwest of Baker Lake.

Water source and use limits:

As per Kivalliq Energy's NWB Water Licence 2BE-ANG1318 issued March 4, 2013, Nutaaq camp's water source is Nutaaq Lake located at 62° 34' 11.89'' Latitude and 98° 27' 38.52'' Longitude.

The total volume of water use for the purpose of Kivalliq Energy's NWB Water Licence 2BE-ANG1318 shall not exceed one hundred (100) cubic meters per day, wherein camp water use shall not exceed eight (8) cubic meters per day and drill water shall not exceed ninety-two (92) cubic meters per day. Drill water shall be obtained from water source(s) proximal to drill targets as outlined in the NWB licence application. The 2013 drill target water source locations are provided in the NWB Annual Report Standard Form for 2013 attached.

In 2013 the daily averages of water used for domestic purposes was 1.2 cubic meters and 16.9 cubic meters for drilling.

Waste Management:

At Nutaaq Camp, Pacto toilets are used and waste is incinerated on site. Grey water is captured in pipes which flow through a grease trap to a sump and into a tile bed. Approved domestic waste is incinerated on site. All other hazardous wastes are airlifted to Baker Lake, containerized and barged to Montreal for appropriate disposal as directed by KBL Environmental LTD. A recycling program is in place.

General:

No spills were reported in 2013.

Drill sites are reclaimed at the completion of each hole. When immediate or complete reclamation is not possible, these sites are recorded and re-visited at the earliest possible opportunity. Photos & drill collar coordinates are attached to this report.



Suite 1020, 800 Pender St W
Vancouver BC V6C 2V6
t: 604.646.4527 f: 604.646.4526
www.kivalliqenergy.com

A KIA inspection was conducted by KIA Lands Inspector Simeon Mikkungwak on July 17, 2013. In his inspection report Mr. Mikkungwak reported no issues and stated the camp was very clean.

An AANDC inspection was conducted by Henry Kablalik on July 20, 2013. No concerns were noted.

Regards,

Andrew Berry
Chief Operating Officer
Kivalliq Energy Corporation