



P.O. Box 119
Gjoa Haven, NU X0B 1J0
Tel: (867) 360-6338
Fax: (867) 360-6369

ᓄᓇᓂᓪ ᐃᓕᓕᓂᓪ ᑲᓂᓕᓂᓪ
NUNAVUT WATER BOARD
NUNAVUT IMALIRIYIN KATIMAYINGI
OFFICE DES EAUX DU NUNAVUT

File: 2BE-ANG0813/Amend

January 25, 2010

Jeff Ward
Vice President of Exploration
Kivalliq Energy Corporation
Suite 1440 – 625 Howe Street
Vancouver, BC V6C 2T6
Email: jeffw@kivalliqenergy.com

RE: 2BE-ANG0813 Type “B” – Amendment No.1

Dear Mr. Ward:

Please find attached, Amendment No.1 to Licence No. 2BE-ANG0813 Type “B” issued to the Kivalliq Energy Corporation by the Nunavut Water Board (NWB) (**Motion 2009-18-L07**) 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 NWB recommends that the Licensee consult the comments received by interested persons¹. This information is attached for your consideration.

Sincerely,

Thomas Kabloona
Nunavut Water Board
Chair

TK/tla

Enclosure: Licence No. **2BE-ANG0813 - Amendment No.1**
Comments – GN-CLEY, GN-DoE, EC, Ms. Alice Baker

Cc: Distribution – Kivalliq

¹ Ms. Alice Baker dated September 4, 2009; Government of Nunavut Department of Culture Language Elders and Youth dated November 16, 2009; Government of Nunavut Department of Environment dated November 20, 2009; Environment Canada dated November 20, 2009.

LICENCE AMENDMENT No. 1

Licensee:	KIVALLIQ ENERGY CORPORATION
Licence No:	2BE-ANG0813 Type "B"
Licence Issued:	August 5, 2008
Amendment Effective:	January 22, 2010

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 an application for amendment dated October 26, 2009, made by Kivalliq Energy Corporation (Licensee), the Nunavut Water Board hereby grants the following Licence amendment.

The Licence issued August 5, 2008 with an expiry date of March 31, 2013 shall be amended to include the following terms and conditions, with respect to use of water and deposit of waste, to allow the Licensee to relocate its exploration camp. The current Yat Lake exploration camp at coordinates 62° 32' 40"N and 98° 59' 31"W will be relocated approximately 27 km east to New Yat Lake, at coordinates 62° 34' 17"N and 98° 27' 20"W. The New Yat Lake camp location is approximately 8 km south of Yathkyed Lake and 4 km west of the Kazan River.

Part C: **CONDITIONS APPLYING TO WATER USE**

Amend Item 1 The Licensee shall obtain all water for domestic camp use from New Yat Lake, up to a maximum of 8 (eight) cubic meters per day. Drill water shall be obtained from local water source(s), proximal to the drilling targets as outlined in the application, to a maximum of fifty (50) cubic metres per day. The volume of water for the purposes of this Licence shall not exceed fifty-eight (58) cubic metres per day.

PART H: **CONDITIONS APPLYING TO SPILL CONTINGENCY PLANNING**

Amend Item 2 The Licensee shall submit to the Board for review, within thirty (30) days of issuance of Amendment No. 1, an Addendum to the Updated March 2009 Spill Contingency Plan. The addendum is to include a map of suitable scale that shows the location of camp facilities and fuel cache in relation to local topography, immediate water sources and sensitive wildlife habitat.

PART I: **CONDITIONS APPLYING TO ABANDONMENT AND RESTORATION
OR TEMPORARY CLOSING**

Insert Item 18 The Licensee shall complete the abandonment and restoration of the Yat Lake camp site in accordance with the plan approved under Part I, Item 1 prior to the end of the 2010 field season. A detailed description of the work undertaken along with photos shall be submitted in accordance with Part B, Item 2(d).

All remaining terms and conditions of Licence 2BE-ANG0813 Type ‘B’ dated August 5, 2008 still apply.

This Licence Amendment issued and recorded at Gjoa Haven, NU on January 22, 2010.

Approved by,



Thomas Kabloona
Nunavut Water Board
Chair