



Inspection Report

License #: 2BE-ANG

Inspector: A. Keim

CIDMS # 391785

Client	Kivalliq Energy Corporation		
Mailing Address	Suite 1440 - 625 Howe St. Vancouver, BC V6C 2T6		
Inspection site location			
Contact name	Jeff Ward	Title	VP Exploration
Last inspection date			
Inspection start date	August 11, 2009		
Region	Kivalliq		



INAC, Nunavut District
Box 100
Building 918
Iqaluit, NU, X0A 0H0

Submitted Via E-Mail

Our File: 2BE-ANG0813

Your File: _____

CIDM # 391785

March 2, 2010

Jeff Ward, V.P. Exploration
Kivalliq Energy Corporation
Suite 1440 - 625 Howe St.
Vancouver, BC V6C 2T6
Email: jward@kivalliqenergy.com

RE: Water Licence Inspection August 11, 2009

The following inspection report is generated on the information collected during a compliance inspection carried out on the Angilak Project, located approximately 240 kilometres SW of Baker Lake. The inspection was conducted to determine compliance with the terms and conditions of the Water License (2BE-ANG0813) issued to Kivalliq Energy Corporation by the Nunavut Water Board (NWB).

The report references the applicable parts of the Water License (2BE-ANG0813) and the findings observed under each of those parts. During the writing of this report a compliance review was undertaken of the documents, plans and manuals filed by the Licensee and located on the Nunavut Water Board's FTP site.

Issues noted in previous Inspections;

- None. No previous inspection reports could be located by the Inspector.

During the period of the 2009 inspection the following issues were identified by the Inspector;

- Accurate recording of water usage had not been initiated at the time of the Inspection.
- Water usage had not been recorded prior to the inspection.
- Fuel was stored within 30 meters of water at the potable source.
- Bernadette incinerator noted on site as well as two burn barrels. Barrels were to be removed as ordered by the inspector and confirmation of this was to be provided the inspector.
- Records of backhaul of waste (hazardous and non-hazardous) were not available for review.
- Fuel storage on site had no secondary containment.
- A reported spill site was inspected. No fuel was noted on surface. A report on the spill was to be submitted to the inspector within 30 days. Nothing has been received to date.

Non-Compliance: Issues identified during the August 11th, 2009 inspection and/or review of relevant material

Issues where there is a known or anticipated threat to human health.

- Fuel in a Jerry Can was noted adjacent to the potable water intake for camp.

Issues where there is a known or anticipated environmental impairment;

- Fuel barrels on site without Secondary Containment.

Issues where there is a known or suspected violation of a requirement of the Water License;

- Failure to record water usage and install meters. (Part B (4))
- Open Burning. (Part D (2))
- Failure to record back hauls of waste. (Part D (4)) and (6)
- Failure to submit an updated Uranium Exploration Plan. (Part F (1))



Indian and Northern
Affairs Canada

Affaires indiennes
et du Nord Canada

A. Keim

Inspector's Name

Inspector's Signature

Cc:

Peter Kusugak- Manager Field Operations Section- Indian and Northern Affairs Canada

Phyllis Beaulieu – Manager licensing – Nunavut Water Board





































