



Application for Water Licence Amendment

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DOCUMENT MANAGEMENT

Original Document Date: April 2010

DOCUMENT AMENDMENTS

	Description	Date
(1)	Updated for public distribution as separate document from NWB Guide 7	June 2010
(2)	Updated NWB logos and reformatted table to allow rows to break across page	May 2011
(3)		
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APPLICATION FOR WATER LICENCE AMENDMENT

The applicant is referred to the NWB's Guide 7: Licensee Requirements Following the Issuance of a Water Licence for more information about this application form.

EXISTING LICENCE NO: 2BE-BEL1114

1. LICENSEE CONTACT INFORMATION

Is the licensee the same as that referred to on the existing licence?

☒ Yes ☐ No

If No, a licence assignment must be completed and approved by the NWB. **An amendment will only be issued in the name of the current licensee in the absence of assignment of the licence.**

If the licensee is the same, but the name of the licensee has changed, attach a certificate of name change.

Name: Gordon McKinnon

Address: 301-141 Adelaide St. West
Toronto, ON
M5H 3L5

Phone: 416-644-1747

Fax: 416-628-5911

e-mail: gmckinnon@canadianorebodies.com

2. LICENSEE REPRESENTATIVE CONTACT INFORMATION – If different from Block 1.

Name:

Address:

Phone:

Fax:

e-mail:

(Attach authorization letter.)

3. NAME OF PROJECT

Has the name of the project changed?

☐ Yes ☒ No

If Yes, indicate the name of the project including the name of the location: _____

4. LOCATION OF UNDERTAKING

Does the proposed amendment change the location of the amended undertaking?

☒ Yes ☐ No

Provide the project extents and camp locations. Identify proposed changes.

Current License Areas (unchanged):

Project Extents – Haig Inlet

NW:	Latitude: (56° 32' 57.9" N)	Longitude: (79° 12' 20.4" W)
NE:	Latitude: (56° 25' 30.3" N)	Longitude: (78° 59' 59.7" W)
SE:	Latitude: (56° 15' 58.2" N)	Longitude: (79° 00' 23.4" W)
SW:	Latitude: (56° 16' 03.0" N)	Longitude: (79° 09' 39.0" W)

Project Extents – Haig West

NW:	Latitude: (56° 30' 58.3" N)	Longitude: (79° 17' 51.7" W)
NE:	Latitude: (56° 30' 56.5" N)	Longitude: (79° 15' 39.6" W)
SE:	Latitude: (56° 15' 1.7" N)	Longitude: (79° 18' 38.5" W)
SW:	Latitude: (56° 15' 2.1" N)	Longitude: (79° 22' 50.3" W)

Proposed Areas to be Added to Licence:

Project Extents – Kihl Bay

NW:	Latitude: (56° 25' 30.0" N)	Longitude: (79° 00' 15.0" W)
NE:	Latitude: (56° 26' 00.0" N)	Longitude: (78° 52' 00.0" W)
SE:	Latitude: (56° 13' 30.0" N)	Longitude: (78° 52' 45.0" W)
SW:	Latitude: (56° 13' 30.0" N)	Longitude: (79° 01' 00.0" W)

Project Extents – Wiegand Island

NW:	Latitude: (56° 41' 30.0" N)	Longitude: (79° 17' 15.0" W)
NE:	Latitude: (56° 41' 00.0" N)	Longitude: (79° 07' 30.0" W)
SE:	Latitude: (56° 36' 30.0" N)	Longitude: (79° 07' 45.0" W)
SW:	Latitude: (56° 36' 30.0" N)	Longitude: (79° 17' 30.0" W)

Project Extents – Kugong Island

NW:	Latitude: (56° 16' 30.0" N)	Longitude: (80° 06' 45.0" W)
NE:	Latitude: (56° 16' 30.0" N)	Longitude: (79° 58' 15.0" W)
SE:	Latitude: (56° 10' 0.0" N)	Longitude: (79° 58' 15.0" W)
SW:	Latitude: (56° 10' 0.0" N)	Longitude: (80° 06' 45.0" W)

Camp Location(s) – unchanged from current licence

Latitude: (56° 21' 32.1192" N)

Longitude: (79° 3' 59.2992" W)

5. MAP

Does the proposed amendment change the locations of any of the main components of the undertaking?

☒ Yes ☐ No

Attach a topographical map, indicating the main components of the undertaking. Identify proposed changes.

NTS Map Sheet No.: 034D04, 034D05, 034D, 034D07, 034D11, 44A01, 44A08

Unchanged Maps:

Map Name: Map - Haig West

Map Scale: 1:100,000

Additional Maps:

Map Name: Map – Kihl Bay, Map – Kugong, Map - Weigand

Map Scale: 1:100,000

The principal exploration area remains the same but we are adding Kihl Bay, Weigand Island, and Kugong Island to the project area. Kihl Bay is located about 9km northeast of Haig Inlet, while Weigand Island is 35km northeast, and Kugong Island is 60km west.

6. NATURE OF INTEREST IN THE LAND

Does the proposed amendment change the nature of the interest in the land?

☐ Yes ☒ No

If Yes, indicate changes. _____

Check any of the following that are applicable to the proposed undertaking (at least one box under the 'Surface' header must be checked).

Sub-surface

☒ Mineral Lease (exploration agreement) from Nunavut Tunngavik Incorporated (NTI)

Date (expected date) of issuance: __Oct 1, 2010__ Date of expiry: _____

☐ Mineral Lease from Indian and Northern Affairs Canada (INAC)

Date (expected date) of issuance: _____ Date of expiry: _____

Surface

☐ Crown Land Use Authorization from Indian and Northern Affairs Canada (INAC)

Date (expected date) of issuance: _____ Date of expiry: _____

☐ Inuit Owned Land (IOL) Authorization from Kitikmeot Inuit Association (KIA)

Date (expected date) of issuance: _____ Date of expiry: _____

☐ IOL Authorization from Kivalliq Inuit Association (KivIA)

Date (expected date) of issuance: _____ Date of expiry: _____

☒ IOL Authorization from Qikiqtani Inuit Association (QIA)

Date (expected date) of issuance: June 14, 2011 Date of expiry: Sept 1, 2013

☐ Commissioner's Land Use Authorization

Date (expected date) of issuance: _____ Date of expiry: _____

☐ Other _____

Date (expected date) of issuance: _____ Date of expiry: _____

Is the name of the entity(s) holding authorizations the same as that considered in the existing water licence?

☒ Yes ☐ No

If No, a licence assignment must be completed and approved by the NWB.

Name of entity(s) holding authorizations: _____

7. NUNAVUT PLANNING COMMISSION (NPC) DETERMINATION

Indicate the land use planning area in which the existing project is located.

☐ North Baffin

☐ South Baffin

☐ Akunnig

☐ Keewatin

☒ Sanikiluaq

☐ West Kitikmeot

Does the proposed amendment change the land use planning area?

☐ Yes ☒ No

If yes, indicate the land use planning area in which the amended undertaking is located.

☐ North Baffin

☐ South Baffin

☐ Akunnig

☐ Keewatin

☐ Sanikiluaq

☐ West Kitikmeot

Was a land use plan conformity determination required from NPC prior to the issuance of the existing water licence?

☐ Yes ☒ No

If Yes, indicate date issued and attach copy. _____

Does the proposed amendment change the original NPC conformity determination or the need to obtain one?

☐ Yes ☒ No

If Yes, indicate date issued (or expected) and attach a copy. _____

If No, provide written confirmation from NPC confirming that a land use plan conformity review is not required.

8. NUNAVUT IMPACT REVIEW BOARD (NIRB) DETERMINATION

Was a screening determination required from NIRB prior to the issuance of the existing water licence?

☒ Yes ☐ No

If Yes, indicate date issued and attach copy. ___April 25, 2012_____

Does the proposed amendment change the original NIRB screening determination or the need to obtain one?

☐ Yes ☒ No

If Yes, indicate date issued (or expected) and attach a copy. _____

If No, provide written confirmation from NIRB confirming that a screening determination is not required.

9. DESCRIPTION OF UNDERTAKING

Does the proposed amendment change the description of the undertaking?

☐ Yes ☒ No

List and attach plans and drawings or project proposal. Identify proposed changes

10. OPTIONS

Does the proposed amendment change any of the alternative methods and locations that were considered to carry out the project?

☐ Yes ☒ No

Provide a brief explanation of the alternative methods or locations that were considered to carry out the project. Identify proposed changes.

There are no alternatives to grassroots exploration drilling.

11. CLASSIFICATION OF PRIMARY UNDERTAKING

Indicate the primary classification of undertaking for the existing licence by checking one of the following boxes:

- | | |
|--|--|
| <input type="checkbox"/> Industrial | <input type="checkbox"/> Agricultural |
| <input checked="" type="checkbox"/> Mining and Milling (includes exploration/drilling/exploration camps) | |
| <input type="checkbox"/> Conservation | |
| <input type="checkbox"/> Municipal (includes camps/lodges) | <input type="checkbox"/> Recreational |
| <input type="checkbox"/> Power | <input type="checkbox"/> Miscellaneous (describe below): _____ |

Does the proposed amendment change the classification of primary undertaking?

☐ Yes ☒ No

If Yes, indicate the primary undertaking of the amendment: _____

Information in accordance with applicable Supplemental Information Guidelines (SIG) must be updated and submitted with an Application for Amendment. Indicate which SIG(s) are applicable to your application.

- ☐ Hydrostatic Testing
- ☐ Tannery
- ☐ Tourist / Remote Camp
- ☐ Landfarm & On-Site Storage of Hydrocarbon Contaminated Soil
- ☐ Onshore Oil and Gas Exploration Drilling
- ☒ Mineral Exploration / Remote Camp
- ☐ Advanced Exploration
- ☐ Mine Development
- ☐ Municipal
- ☐ General Water Works
- ☐ Power

12. WATER USE

Indicate, using the boxes below, the types of water use(s) approved in the existing licence.

- ☒ To obtain water for camp/ municipal purposes
- ☒ To obtain water for industrial purposes
- ☐ To cross a watercourse
- ☐ To alter the flow of, or store water
- ☐ Other: _____
- ☐ To divert a watercourse
- ☐ To modify the bed or bank of a watercourse
- ☐ Flood control

Does the proposed amendment change the type(s) of water use(s)?

☐ Yes ☒ No

If Yes, indicate using the boxes below, the proposed change(s) to the type(s) of water use(s) noting any water use(s) that are to be added, continued, or removed.

- ☐ To obtain water for camp/ municipal purposes
- ☐ To obtain water for industrial purposes
- ☐ To cross a watercourse
- ☐ To alter the flow of, or store water
- ☐ Other: _____
- ☐ To divert a watercourse
- ☐ To modify the bed or bank of a watercourse
- ☐ Flood control

13. QUANTITY OF WATER INVOLVED

Does the proposed amendment change the source of water?

☐ Yes ☒ No

Indicate the water source(s). Identify proposed changes.:

Unnamed creeks and lakes near the camp and drill sites (No changes)
(show location(s) on map)

Does the proposed amendment change the quality of the water source and/or its available capacity?

☐ Yes ☒ No

Describe the quality of the water source(s) and the available capacity(s). Identify any changes.: _____

_____ No Changes _____

Does the proposed amendment change the overall quantity of water to be used?

☐ Yes ☒ No

Provide the overall estimated quantity to be used. Identify proposed changes. : _____ up to 160 _____ m³/day

Does the proposed amendment change the quantity of water to be used from each source?

☐ Yes ☒ No

Provide the estimated quantity(s) of water to be used from each source. Identify proposed changes. :

No changes:

For drilling – estimated to be not more than 55 m³/day per source (for approx. 2 days per source)

For camp – estimated to be not more than 3 m³/day per source (for June-September)

Does the proposed amendment change the quantity of water to be used for each purpose?

☐ Yes ☒ No

Provide the estimated quantities to be used for each purpose (camp, drilling, etc.). Identify proposed changes.:

No changes:

Camp up to 3 m³/day (increased from 2 m³/day)

Drilling up to 157 m³/day (increased from 8 m³/day)

Does the proposed amendment change the method(s) of extraction?

☐ Yes ☒ No

Describe the method(s) of extraction. Identify proposed changes. : No changes. Pumps equipped with appropriately sized fish screens.

Does the proposed amendment change the quantity(s) of water returned to source(s)?

☐ Yes ☒ No

Estimated quantity(s) of water returned to source(s). Identify proposed changes. : _____ 0 _____ m³/day

Does the proposed amendment change the quality(s) of water returned to source(s)?

☐ Yes ☒ No

Describe the quality(s) of water(s) returned to source(s). Identify any changes. : _____ None _____

14. WASTE

Check the appropriate box(s) to indicate the types of waste(s) approved in the existing licence.

☒ Sewage

☐ Solid Waste

☐ Hazardous

☐ Bulky Items/Scrap Metal

☐ Animal Waste

☐ Other (describe): _____

☐ Waste oil

☒ Greywater

☒ Sludges

☐ Contaminated soil and/or water

Does the proposed amendment change the type(s) of waste(s) to be generated or deposited?

☐ Yes ☒ No

If Yes, indicate using the boxes below, the proposed change(s) to the type(s) of waste(s) to be generated and/or deposited noting the addition, removal or continued generation and/or disposal of waste(s).

- | | |
|--|---|
| <input type="checkbox"/> Sewage | <input type="checkbox"/> Waste oil |
| <input type="checkbox"/> Solid Waste | <input type="checkbox"/> Greywater |
| <input type="checkbox"/> Hazardous | <input type="checkbox"/> Sludges |
| <input type="checkbox"/> Bulky Items/Scrap Metal | <input type="checkbox"/> Contaminated soil and/or water |
| <input type="checkbox"/> Animal Waste | |
| <input type="checkbox"/> Other (describe): _____ | |

15. QUANTITY AND QUALITY OF WASTE INVOLVED

Does the proposed amendment change the quantity(s) of the types of wastes involved?

☐ Yes ☒ No

Does the proposed amendment change the composition(s) of the types of wastes involved?

☐ Yes ☒ No

Does the proposed amendment change the method(s) of treatment for the types of waste involved?

☐ Yes ☒ No

Does the proposed amendment change the method(s) of disposal for the types of waste involved?

☐ Yes ☒ No

If Yes to any of the above, describe the proposed changes:

none

For each type of waste indicated in Block 14, describe its composition, quantity in cubic meters/day, method of treatment and method of disposal.

Type of Waste	Composition	Quantity Generated	Treatment Method	Disposal Method
Drill water (sludge)	Suspended solids	Up to 150 m ³ /day	Sump	Seepage and evaporation
Sewage		Less than 0.5 m ³ /day	Incinerated	Ashes to approved landfill site
Greywater	Some suspended solids, soap	Less than 1 m ³ /day	Sump	Seepage and evaporation

16. OTHER AUTHORIZATIONS

Does the proposed amendment change the need for other authorizations in addition to the sub-surface and surface land use authorizations provided in Block 6?

☐ Yes ☒ No

If Yes, indicate any additional authorizations required, which authorizations are no longer required, and which authorizations continue to be required.

For each provide the following:

Authorization: _____

Administering Agency: _____

Project Activity: _____

Date (expected date) of issuance: _____ Date of expiry: _____

17. PREDICTED ENVIRONMENTAL IMPACTS OF UNDERTAKING AND PROPOSED MITIGATION MEASURES

Does the proposed amendment change the predicted environmental impacts of the undertaking or the mitigation measures?

☐ Yes ☒ No

Describe direct, indirect, and cumulative impacts related to water and waste. Identify any changes.

No impacts are anticipated and A&R Plan provided for additional information.

18. WATER RIGHTS OF EXISTING AND OTHER WATER USERS

Was compensation paid and/or an agreement(s) for compensation been entered into with any existing or other users of water during consideration of the existing licence?

☐ Yes ☒ No

If Yes, provide the names, addresses and the nature of water use by those persons or properties.

Does the proposed amendment adversely affect any known persons or property including those that hold licences for water use in precedence to the application, domestic users, in-stream users, authorized waste depositors, owners of property, occupiers of property, and/or holders of outfitting concessions, registered trapline holders, and holders of other rights of a similar nature?

☐ Yes ☒ No

If Yes, provide the names, addresses and the nature of water use of those persons or properties.

Advise the Board if compensation has been paid and/or an agreement(s) for compensation has been reached with any existing or other water users with respect to the proposed amendment.

19. INUIT WATER RIGHTS

Was compensation paid/ or an agreement(s) for compensation been entered into with any Designated Inuit Organization (DIO) during consideration of the existing licence?

☐ Yes ☒ No

If Yes, which DIO(s) _____

Does the proposed amendment substantially affect the quality, quantity or flow of waters flowing through Inuit Owned Land (IOL)?

☐ Yes ☒ No

If Yes, advise the Board if negotiations have commenced or an agreement to pay compensation for any loss or damage has been reached with one or more DIO(s) with respect to the proposed amendment.

20. CONSULTATION – Provide a summary of any consultation meetings including when the meetings were held, where and with whom. Include a list of concerns expressed and measures to address concerns.

Meetings:

- May 26, 2011 – Council meeting and community presentation, Sanikiluaq, NU
- June 21, 2011 – Council meeting, Sanikiluaq, NU
- August 31, 2011 – Council meeting, Sanikiluaq, NU
- April 13, 2012 – Council meeting, Sanikiluaq, NU
- June 20, 2012 – Council meeting, Sanikiluaq, NU

Concerns:

- General environmental concerns raised regarding impact from drilling
 - Elected environmental monitor to make weekly site inspections and report back to Council
- Fuel spillage
 - Utilized berms and spill kits at any fuel storage locations
- Employment opportunities
 - Hired as many locals as possible (21 in total) and were the largest employer in Sanikiluaq.

21. SECURITY INFORMATION

Does the proposed amendment change the financial security assessment?

☐ Yes ☒ No

Does the proposed amendment change the estimate of the total financial security for final reclamation?

☐ Yes ☒ No

Provide an estimate of the total financial security for final reclamation equal to the total outstanding reclamation liability for land and water combined sufficient to cover the highest liability over the life of the undertaking. Estimates of reclamation costs must be based on the cost of having the necessary reclamation work done by a third party contractor if the operator defaults. The estimate must also include contingency factors appropriate to the particular work to be undertaken. Identify any changes in the financial security assessment resulting from the proposed amendment.

Where applicable, the financial security assessment should be prepared in a manner consistent with the principals respecting mine site reclamation and implementation found in the *Mine Site Reclamation Policy for Nunavut*, Indian and Northern Affairs Canada, 2002.

22. FINANCIAL INFORMATION

Is the statement of financial security the same as that considered in the existing water licence?

☒ Yes ☐ No

Provide an updated statement of financial security.

If the applicant is a business entity please answer the questions below:

Is the list of the officers of the company the same as those considered in the existing water licence?

☒ Yes ☐ No

Provide a list of the officers of the company.

Gordon McKinnon – Chief Executive officer

Joseph Heng – Chief Financial Officer

Is the Certificate of Incorporation or evidence of registration of the company name the same?

☒ Yes ☐ No

Attach a copy of the Certificate of Incorporation or evidence of registration of the company name.

23. STUDIES UNDERTAKEN TO DATE

List and attach updated studies, reports, research etc.

Provide a compliance assessment and status report including a response to any inspector's reports. The licensee must contact the NWB for licence specific direction in completing the assessment and report.

If in non-compliance, a licence may not be issued until compliance is achieved. If in non-compliance, attach plans/reports for consideration. Application will not be processed if significant issues of non-compliance exist.

24. PROPOSED TIME SCHEDULE

Does the proposed amendment change the time schedule considered in the existing licence for any phase of development?

☐ Yes ☒ No

Indicate the start and completion dates for each applicable phase of development (construction, operation, closure, and post closure). Identify proposed changes.

Construction

Proposed Start Date: _____ Proposed Completion Date: _____
(month/year) (month/year)

Operation

Proposed Start Date: June 2011 Proposed Completion Date: August 2013
(month/year) (month/year)

Closure

Proposed Start Date: August 2013 Proposed Completion Date: September 2013
(month/year) (month/year)

Post - Closure

Proposed Start Date: _____ Proposed Completion Date: _____
(month/year) (month/year)

For each applicable phase of development indicate which season(s) activities occur.

Construction

☐ Winter ☐ Spring ☐ Summer ☐ Fall ☐ All season

Operation

☐ Winter ☐ Spring ☒ Summer ☐ Fall ☐ All season

Closure

☐ Winter ☐ Spring ☐ Summer ☒ Fall ☐ All season

Post - Closure

☐ Winter ☐ Spring ☐ Summer ☐ Fall ☐ All season

25. PROPOSED TERM OF LICENCE

On what date does the existing licence expire? _____ June 16, 2014 _____

Is the Licensee applying for a combined renewal and amendment of the existing licence?

☐ Yes ☒ No

If Yes, indicate the proposed term of the renewal (maximum of 25 years): _____

Requested date of renewal issuance: _____ Requested Expiry Date: _____
(month/year) (month/year)

(The requested date of renewal issuance must be at least three (3) months from the date of application for a type B water licence and at least one (1) year from the date of application for a type A water licence, to allow for processing of the water licence application. These timeframes are approximate and do not account for the time to complete any pre-licensing land use planning or development impact requirements, time for the applicant to prepare and submit a water licence application in accordance with any project specific guidelines issued by the NWB, or the time for the applicant to respond to requests for additional information. See the NWB's *Guide 5: Processing Water Licence Applications* for more information)

26. ANNUAL REPORTING

Will the proposed amendment change the content of annual reports or the annual report template?

☐ Yes ☒ No

If Yes, provide details regarding the content of annual reports and a proposed outline or template of the annual report.

27. CHECKLIST

The following must be included with the application for Amendment for the water licensing process to begin.

Completed Application for Water Licence Amendment form.

<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	If no, date expected _____
Information addressing Supplement Information Guideline (SIG), where applicable (see Block 11)		
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	If no, date expected _____ N/A _____
Compliance Assessment / Status Report (see Block 23).		
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	If no, date expected _____ N/A _____
Indication of Renewal Requirement (see Block 26)		
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	If no, date expected _____ N/A _____
English Summary of Amendment Application.		
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	If no, date expected _____
Inuktitut and/or Inuinnaqtun Summary of Amendment Application.		
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	If no, date expected _____
Application fee of \$30.00 CDN (Payee Receiver General for Canada).		
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	If no, date expected _____
Water Use Fee Deposit of \$30.00 CDN (Payee Receiver General for Canada). The actual water use fee will be calculated by the NWB based upon the amount of water authorized for use in accordance with the Regulations at the time of issuance of the licence.		
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	If no, date expected _____

28. SIGNATURE

Gordon McKinnon	President & CEO		June 21, 2012
Name (Print)	Title (Print)	Signature	Date