From: <u>Eva Paul</u>

To: <u>Phyllis Beaulieu < licensing@nunavutwaterboard.org</u>

Cc: <u>David Abernethy</u>; <u>shirley@pdiam.com</u>

Subject: Peregrine Diamonds Ltd. Chidliak Project 2BE-CHI0813

Date: Monday, December 05, 2011 1:41:47 PM

Hello Phyllis,

On November 24th, Peregrine Diamonds Ltd. met with AANDC staff to discuss their amendment application (including the water licence). They asked for clarification on the written comments I provided to the Board on November 17th pursuant to NWB water licence 2BE-CHI0813. I appreciated the opportunity to meet with Peregrine staff and discuss their plans.

With respect to my comments regarding the crushing and transport of empty drums, my concern stems from potential leakage that may occur from the unwashed barrels. Crushed barrels are likely to be cracked, and as such, there is the potential for small amounts of fuel to leak during transport, not properly contained. I can appreciate Peregrine's desire to keep water use to a minimum, and the challenge that rinse water would present during the winter months. As such, washing of barrels may not be the best option for this operation at this time. As long as Peregrine can demonstrate that unwashed/crushed empty barrels will be stored and transported appropriately to mitigate the risk of leakage, my concerns are satisfied.

Thank you,

Eva Paul

Water Resources Technician | Technicienne des ressources en eau
Aboriginal Affairs and Northern Development Canada | Affaires autochtones et Développement du Nord
Canada
Nunavut Regional Office | Bureau régional du Nunavut
Building 918, PO Box 100 | Édifice 918, CP 100
Iqaluit, NU X0A 0H0

Phone | Tél. : 867-975-4568 Fax | Téléc. : 867-975-4585 <u>Eva.Paul@aandc-aadnc.gc.ca</u>