

May 22, 2003

To: Phyllis Beaulieu

A/Licensing Administrator Nunavut Water Board Gjoa Haven, NU

Re: Crater Lake Project (Committee Bay Resources Ltd.)

NIRB: 03EN056 NWB: NWB2CRA

Enclosed is the completed NIRB Screening Decision Report on the above-mentioned project.

NIRB has screened this application for eco-systemic and socio-economic impacts of the proposal.

NIRB's indication to the Minister is: 12.4.4 (a) the proposal may be processed without a review under Part 5 or 6; NIRB may recommend specific terms and conditions to be attached to any approval, reflecting the primary objectives set out in Section 12.2.5;

Please contact me at (867) 983-2593 if you have any questions about the Screening Decision Report.

Yours truly,

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Gladys Joudrey Environmental Assessment Officer Nunavut Impact Review Board NU pr

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Date: May 22, 2003

Mr. Thomas Kudloo Chairperson, Nunavut Water Board Gjoa Haven, NT

Dear Mr. Kudloo:

RE: Screening Decision of the Nunavut Impact Review Board (NIRB) on Application:

NIRB 03EN056 NWB NWB2CRA

Crater Lake Project (Committee Bay Resources Ltd.).

Authority:

Section 12.4.4 of the Nunavut Land Claim Agreement states:

Upon receipt of a project proposal, NIRB shall screen the proposal and indicate to the Minister in writing that:

- a) the proposal may be processed without a review under Part 5 or 6; NIRB may recommend specific terms and conditions to be attached to any approval, reflecting the primary objectives set out in Section 12.2.5;
- the proposal requires review under Part 5 or 6; NIRB shall identify particular issues or concerns which should be considered in such a review;
- the proposal is insufficiently developed to permit proper screening, and should be returned to the proponent for clarification; or
- d) the potential adverse impacts of the proposal are so unacceptable that it should be modified or abandoned.

Primary Objectives:

The primary objectives of the Nunavut Land Claims Agreement are set out in section 12.2.5 of the Land Claims Agreement. This section reads:

In carrying out its functions, the primary objectives of NIRB shall be at all times to protect and promote the existing and future well-being of the residents and communities of the Nunavut Settlement Area, and to protect the ecosystemic integrity of the Nunavut Settlement Area. NIRB shall take into account the well-being of the residents of Canada outside the Nunavut Settlement Area.

The decision of the Board in this case is 12.4.4 (a) the proposal may be processed without a review under Part 5 or 6; NIRB may recommend specific terms and conditions to be attached to any approval, reflecting the primary objectives set out in Section 12.2.5;

Reasons for Decision:

NIRB's decision is based on specific considerations that reflect the primary objectives of the Land Claims Agreement. Our considerations in making this decision included:

- the impact of drilling activities on the ecosystem;
- disposal of drill cuttings and waste water;
- impact to water quality, aquatic habitat and wildlife and fish populations from chemicals, drill waste, drill fluids and potential fuel spills;
- storage and disposal of chemicals, fuel, garbage, sewage, and gray water, and impact of these
 on the ecosystem;
- the impact of noise from drilling activities and their disturbance to wildlife and traditional users of area;
- · the impact of campsite and equipment on terrain;
- the impact of exploration activities on archaeological sites or cultural landmarks in the area;
 and
- clean up/restoration of the camp site and drilling locations upon abandonment.

Terms and Conditions:

That the terms and conditions attached to this screening report will apply.

Drill Sites

- The Licensee shall not conduct any land based drilling within thirty (30) metres of the normal high water mark of a water body.
- The Licensee shall not use drilling muds or additives in connection with drill holes unless
 they are recirculated or contained such that they do not enter the water, or are certified to be
 non-toxic.
- 3. The Licensee shall ensure that any drill cuttings and waste water that cannot be recirculated be disposed of in a properly constructed sump or an appropriate natural depression that does not drain into a waterbody. The Licensee shall ensure that drilling wastes do not enter any water body. The use of biodegradable, salt free drill additives is encouraged over non-biodegradable types.
- The Licensee shall ensure that the sump/depression capacity is sufficient to accommodate
 the volume of waste water and any fines that are produced so that there will be no
 additional impacts.
- The Licensee shall not locate any sump within thirty (30) metres of the normal high water mark of any water body.
- The Licensee shall ensure that disturbance of vegetation from deposit of drill fluids/cuttings
 is restricted to the area of the sump and the ground prepared for revegetation upon
 abandonment.
- The Licensee shall, where flowing water from bore holes is encountered, plug, the bore
 hole in such a manner as to permanently prevent any further outflow of water. The

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occurrence shall be reported to the Nunavut Water Board and Land Use Inspector within 48 hours.

Water

The Licensee shall ensure that all water intake hoses are equipped with a screen with an
appropriate mesh size to ensure that there is no entrapment of fish. Refer to the Freshwater
Intake End-of Pipe Fish Screen Guideline (DFO 1995).

Fuel and Chemical Storage

- The Licensee shall ensure that fuel storage containers are not located within thirty (30)
 metres of the ordinary high water mark of any body of water.
- 10. The Licensee shall ensure that any chemicals, fuels or wastes associated with the project do not spread to the surrounding lands or enter into any water body. The use of secondary containment, such as self-supporting insta-berms is recommended.
- The Licensee shall take all reasonable precautions to prevent the possibility of migration of spilled petroleum fuel or chemicals over the ground surface.
- 12. The Licensee shall mark all fuel containers with the Licensee's name.
- The Licensee shall dispose of all combustible waste petroleum products by incineration or removal from the site.
- The Licensee shall use drip pans, or other preventative measures when refueling equipment on site.
- The Licensee shall have emergency response and spill contingency plans in place prior to the commencement of the operation.
- The Licensee shall immediately report all spills of petroleum and hazardous chemicals to the twenty four (24) hour spill report line at (867) 920-8130.

Waste Disposal

- 17. The Licensee shall not discharge or deposit any refuse substances or other waste materials in any body of water, or on the banks thereof, which will impair the quality of the waters of the natural environment.
- 18. The Licensee shall not locate any sumps or areas designated for waste disposal within thirty (30) metres of the ordinary high water mark of any body of water, unless otherwise authorized.
- The Licensee shall construct a sump to contain all greywater discharged and shall ensure drainage is away from any waterbody.
- The Licensee shall backfill and recontour all sumps to match the natural environment prior to the expiry date of the permit.
- The Licensee shall ensure that all wastes generated through the course of the operation are backhauled and disposed of in an approved dumpsite.
- The Licensee shall not bury any wastes.
- The Licensee shall deposit all scrap metal, discarded machinery and parts, barrels and kegs, at an approved disposal site.

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Wildlife

- The Licensee shall ensure that there is no damage to wildlife habitat in conducting this
 operation.
- The Licensee shall not feed wildlife.
- 26. The Licensee shall make every effort to prevent the unintentional harassment of caribou, muskox and nesting or molting waterfowl at all times. It is an offense under the Wildlife Act to harass wildlife.
- The Licensee shall not conduct any activity associated with the land use operation during critical periods of wildlife cycles (e.g. caribou migration, calving or raptor nesting).
- The Licensee shall immediately report problem wildlife to the Department of Sustainable Development (DSD) wildlife officers.
- 29. The Licensee shall ensure compliance with Section 36 of the Fisheries Act which requires that no person shall deposit or permit the deposit of a deleterious substance on any type in water frequented by fish or in any place under any conditions where the deleterious substance may enter such a water body.
- 30. The harmful alteration, disruption or destruction of fish habitat is prohibited under Section 35 of the Fisheries Act. No construction or disturbance of any stream/lake bed or banks of any definable watercourse is permitted unless authorized by DFO.
- The Licensee shall not obstruct the movement of fish while conducting the land use operation.
- The Licensee shall ensure that the drill sites avoid known environmentally sensitive areas (calving, denning, nesting etc.) by a minimum of 250 metres.
- The Licensee shall not allow any employee to hunt or fish, unless the appropriate permits and licenses are acquired from a Renewable Resources Officer.

Environmental

- 34. The Licensee shall ensure that the land use area is kept clean and tidy at all times.
- The Licensee shall prepare the site in such a manner as to prevent rutting of the ground surface.
- 36. The Licensee shall be required to undertake any corrective measures in the event of any damage to the land or water as a result of the Licensee's operation.
- 37. The Licensee shall not move any equipment or vehicles unless the ground surface is in a state capable of fully supporting the equipment or vehicles without rutting or gouging.
- 38. The Licensee shall suspend overland travel of equipment or vehicles if rutting occurs.

Camp

- The Licensee shall not erect camps or store material on the surface ice of lakes or streams.
- The Licensee shall locate all camps and storage facilities on gravel, sand or other durable land.

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Archaeological

 The Licensee shall follow all terms and conditions for the protection and restoration of archaeological resources as outlined by the Department of Culture, Language, Elders and Youths (CLEY).

Reclamation

- The Licensee shall remove all scrap metal, discarded machinery and parts, barrels and kegs, buildings and building material upon abandonment.
- 43. The Licensee shall complete all clean-up and restoration of the lands used prior to the expiry date of the permit.

Other Recommendations

- NIRB would like to encourage the proponent to hire local people and services, to the extent possible.
- NIRB strongly advises the proponent to consult with the local residents regarding their activities in the region and that the information be presented to the community in the community's preferred language.
- Any amendment requests deemed by NIRB to be outside the original scope of the project will be considered a new project.
- The Environmental Protection Branch (DOE), Department of Fisheries and Oceans (DFO),
 Numavut Impact Review Board (NIRB), and the Numavut Water Board (NWB) should be
 advised of any material changes to plans or operating conditions associated with the
 project.

Validity of Land Claims Agreement

Section 2,12.2

Where there is any inconsistency or conflict between any federal, territorial and local government laws, and the Agreement, the Agreement shall prevail to the extent of the inconsistency or conflict.

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Elizabeth Contoud Chairmene



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Department of Culture, Language, Elders & Youth

Pithohilikioni

Ministré du governement Culture Langues, Aînès et Jeunesse April 22, 2003

Gladys Joudrey
Environmental Assessment Screener
Nunavut Impact Review Board
Box 2379
Cambridge Bay, NU X0E 0C0

Re: Land Use Application NIRB 03EN056 Crater Lake Project (Committee Bay Resources Ltd.)

Due Date:

April 30, 2003

Dear Ms. Joudrey:

At your request, the Department of Culture and Heritage, Government of Nunavut, has reviewed the above-noted application. Our recommendations follow.

We recommend approval of the above-cited application, as the proponent's proposed activities do not constitute a threat to known archaeological resources.

The attached conditions specify plans and methods of site protection and restoration to be followed by the permittee if an archaeological site is encountered or disturbed in the course of the land use activity.

Singerely,

Douglas/Stenton

Department of Culture, Language, Elders and Youth

Encl.

05-22-03 02:31pm From-

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:14-Apr-2003 08:15am

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From-Nunavut Impact Regiew Board

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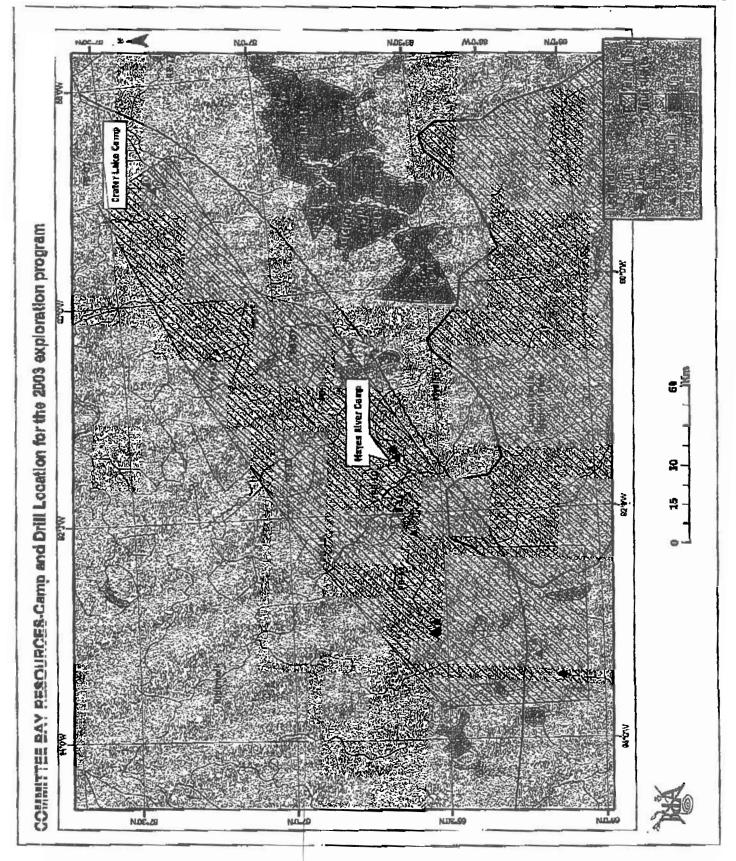
PAGE 02/03 T-673 P.002/004 F-848

COMMENT FORM FOR NIRB SCREENINGS

The Nunavut Impact Review Board has a mendate to protect the integrity of the ecosystem for the existing and future residents of Nunavut. In order to assess the environmental and scioeconomic impacts of the project proposals, NIRB would like to hear your concerns, comments and suggestions about the following project application:

Project Title: Crater Lake Project	
Proponent: Committee Bay Resources Ltd.	
Location: Committee Bay, Nunevut	
Comments Due By: Wednesday, April 30, 2003 NERB #: 03EN056	
Indicate your concerns about the project proposal below:	
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Do you have any suggestions or recommendations for this application?	
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Do you support the project proposal? Yes 🗆 No 🖰 Any additional comments?	
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COMMENT FORM FOR NIRB SCREENINGS

The Numerut Impact Review Board has a mandate to protect the integrity of the occaystem for the existing and future residents of Nunavut. In order to assess the covironmental and scio-sconomic impacts of the project proposals, NIRB would like to hear your concerns, comments and suggestions about the following project application:

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Location: Committee Bay, No			-	
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Affaires indiennes www.ainc.gc.caada

Water Resources Division Qimugjuk Building P.O. Box 2200 Iqaluit, Nunavut XOA 0H0

April 25, 2003

Your file - Votre référence NWB2CRA

Our file - Notre référence

Ms. Phyllis Beaulieu
Licensing Administrator
Nunavut Water Board
P.O. Box 119
Gjoa Haven, Nunavut
X0B 1J0

Re: Crater Lake Project - NWB2CRA

On behalf of Indian and Northern Affairs Canada (INAC), I have reviewed the renewal application submitted for the Crater Lake Project. Based on the mitigative measures outlined in the application and supporting documentation submitted by Committee Bay Resources Limited, it appears that the Nunavut Water Board should consider issuing separate water licences for Hayes River and Crater Lake since the camps are geographically distinct.

The following list outlines recommended conditions that should be incorporated into the water licence(s) to prevent any potential impacts on water.

- All waste disposal areas, sewage treatment facilities, grey water sumps, and fuel
 caches should be located a minimum of 30 metres from the normal high water
 mark of any water body, and be sufficiently bermed or otherwise contained to
 ensure that deleterious substances do not enter any water bodies.
- All sumps should be backfilled and properly restored prior to leaving the site.
- All noncombustible garbage should be stored/disposed of in an approved disposal site. For a small camp, the most appropriate method is likely the removal of noncombustible waste from the site.
- Hazardous waste, such as petroleum or batteries, should be segregated from the
 domestic waste and stored/disposed of in an appropriate manner. As with
 noncombustible waste, the most appropriate method for a small camp is likely the

removal of hazardous waste from the site.

- The camp should have an appropriate spill contingency plan as well as an abandonment and restoration plan for the dismantling of the camp. These plans should include provisions for the water treatment and waste disposal facilities.
- All spills of oil, fuel, or other deleterious substances should be immediately
 reported to the 24-Hour Spill Line at (867) 920-8130. The spill should also be
 reported to INAC's Water Resource Officer at (867) 975-4298, and a report should
 be provided with the follow-up measure taken to remediate the spill.

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4548 or by e-mail at mcchristiem@inac.gc.ca.

Sincerely,

Original signed by:

Michelle McChristie Kitikmeot/Kivalliq Regional Coordinator

c.c.: C. Bodykevich, Water Resources Officer
 G. Joudrey, Nunavut Impact Review Board

Our file: 4703 001

Via Email



Environmental Protection Branch Qimugjuk Building 969 P.O. Box 1870 Iqaluit, NU X0A 0H0 Tel: (867) 975-4639 Fax: (867) 975-4645

April 30, 2003

Gladys Joudrey
Environmental Assessment Officer
Nunavut Impact Review Board
P.O. Box 2379
Cambridge Bay, NU X0B 0C0

Tel: (867) 983-2593 Fax: (867) 983-2594

RE: NIRB 03EN056 - Committee Bay Resources Ltd. - Crater Lake Project

On behalf of Environment Canada (EC), I have reviewed the information submitted with the above-mentioned application. The following specialist advice has been provided pursuant to Environment Canada's mandated responsibilities for the enforcement of the Canadian Environmental Protection Act, Section 36(3) of the Fisheries Act, the Migratory Birds Convention Act, and the Species at Risk Act.

Committee Bay Resources Ltd. is proposing to conduct a gold exploration project in the Committee Bay region. Activities will involve a continuation of the 2002 program, with field camps located at Crater Lake and the Hayes River.

Environment Canada requires the following information in order to facilitate the review of this project:

- The project summary submitted with the application appears to be duplicated from the
 previous year of exploration work. Environment Canada requests that an up-to-date
 project description for the 2003 field season be submitted, outlining this year's activities
 and indicating the time frame in which the field work will occur.
- A detailed map outlining the location of all fuel caches, especially in relation to water.
- In the "Environmental Procedure Plan" the proponent has indicated that regular water
 monitoring should be considered for areas of advanced exploration or semi-permanent
 camps. Environment Canada requests information as to whether water monitoring will be
 conducted at this site, and the details of the monitoring if it is to be conducted.

The following conditions should be applied throughout all phases of the project:

- The proponent shall not deposit, nor permit the deposit of any fuel, drill cuttings, chemicals, wastes or sediment into any water body. According to the Fisheries Act, Section 36(3), the deposition of deleterious substances of any type in water frequented by fish, or in any place under any conditions where the deleterious substance, or any other deleterious substance that results from the deposit of the deleterious substance, may enter any such water, is prohibited.
- Drilling additives or muds shall not be used in connection with holes drilled through lake ice unless they are re-circulated or contained such that they do not enter the water, or demonstrated to be non-toxic.
- For "on-ice" drilling, return water released must be non-toxic, and not result in an
 increase in total suspended solids in the immediate receiving waters above the Canadian

- Council of Ministers for the Environment Guidelines for the Protection of Freshwater Aquatic Life (i.e. 10mg/L for lakes with background levels under 100 mg/L, or 10% for those above 100mg/L).
- The proponent has indicated that drilling additives may be used in association with this
 project. Environment Canada would like to inform the proponent that the Canadian
 Environmental Protection Act has recently listed CaCl as a toxic substance. The
 proponent shall therefore ensure that if CaCl is used as a drill additive, all sumps
 containing CaCl are properly constructed and located in such a manner as to ensure that
 the contents will not enter any water body.
- All fuel caches shall be located above the high water mark of any definable waterbody and in such a manner as to prevent the contents from entering any waterbody frequented by fish.
- Environment Canada recommends that when storing barreled fuel on location, secondary containment such as self-supporting insta-berms be used.
- The proponent shall not store materials or erect camps on the surface ice of lakes or streams.
- In their Spill Contingency Plan, the proponent has indicated that either the NWT Spill Line and/or the DIAND Spill Line may be contacted in the event of a spill. However, all spills must be documented and reported to the NWT Spill Response Line at (867) 920-8130.
- The proponent has indicated in their Environmental Procedure Plan for Exploration and Remote Camps that "If encountered, artesian water flow will be controlled to prevent erosion of the ground surface and the silting of watercourses". Environment Canada recommends that if an artesian flow is encountered, the drill hole shall be immediately plugged and permanently sealed.
- All sumps shall be located above the highwater mark of any waterbody and in such a
 manner as to prevent the contents from entering any water frequented by fish. Further,
 all sumps, including greywater sumps, shall be backfilled upon completion of the field
 season and contoured to match the existing landscape.

If there are any other changes in the proposed project, EC should be notified, as further review may be necessary. Please do not hesitate to contact me with any questions or comments with regards to the foregoing at (867) 975-4639 or by email at colette.meloche@ec.gc.ca.

Yours truly.

Colette Meloche Environmental Assessment Specialist

(Mike Fournier, Northern Environmental Assessment Coordinator, Environment Canada, Yellowknife)