



WATER LICENCE INSPECTION FORM

☒ Original
☐ Follow-Up Report

Licensee North Country Gold/Auryn Resources		Licensee Representative Simeon Robinson, Jim Slayton	
Licence No. / Expiry 2BE-CRA1520		Representative's Title	
Land / Other Authorizations		Land / Other Authorizations	
Date of Inspection 21/07/2015		Inspector Eva Paul	
Activities Inspected			
<input checked="" type="checkbox"/> Camp	<input checked="" type="checkbox"/> Drilling	<input type="checkbox"/> Mining	<input type="checkbox"/> Construction
<input type="checkbox"/> Roads/Hauling	<input type="checkbox"/> Other:	<input type="checkbox"/> Other:	<input checked="" type="checkbox"/> Reclamation
			<input checked="" type="checkbox"/> Fuel Storage

Conditions: **A - Acceptable** **C - Concern** **U - Unacceptable** **NA – Not Applicable** **NI – Not Inspected**

Water Use			Site Conditions			Haz/Mat Management		
Condition	Comment		Condition	Comment		Condition	Comment	
Intake/Screen	A		Water Management Structures	A		Storage	A	4
Flow Measure. Device	A		Culverts / Bridges	A		Spills	A	5
Source:	A		Drainage	A	3	Spill Plan	NI	4
Water Use:	A		Erosion / Sediment	A	3			
Recirculation (y / n)	A		Mitigation Measures	A	3	Administrative		
			Reclamation Activities	A		Records	A	
			Materials Storage	A		Reports	A	
Waste Disposal			Signage	A		Plans	NI	
Waste Water	A	1				Notifications	A	
Solid Waste	A	2	Monitoring			Other		
Hazardous Waste	A		Sample Collection / Analysis	NI		Drilling	A	6

**The number in the comments field will correspond with specific comments provided below.*

Samples taken by Inspector:

Location(s):

☐ Yes ☒ No

SECTION 1 ☒ **Comments (s.1)** ☐ **Non-Compliance with Act or Licence (s.2)** ☒ **Action Required (s.3)**

An inspection of 2BE-CRA1520 was conducted on July 21, 2015. I was accompanied on the inspection by Simeon Robinson of North Country Gold, and Jim Slayton of Auryn Resources. The following components were inspected:

- Bullion Camp (N66°23'39.0" W93°06'54.9")
- Hayes Camp (N66°39'34.8" W91°32'18.0")
- Three Bluffs Drilling Grid (N66°38'32.6" W91°26'49.9")
- Ingot Camp (N66°35'38.9" W92 37'34.9")
- Drill hole active at the time of the inspection (15WP009) (N66°05'27.7" W93°32'58.9")
- West Plains Cache (N66°07'37.3" W93°26'51.2")

Findings:

1. No grease trap was previously installed on the greywater discharge at Bullion Camp; this was being remedied while I was at camp. Please submit photos of the completed setup.
2. Waste streams are segregated at source, and waste from Bullion is brought back to Hayes Camp for management. The incinerator at Hayes Camp was temporarily O/S; the technician was expected within the week. Waste for incineration was temporarily stored in the sorting shack at Hayes Camp, where waste is weighed and logged prior to incineration.



3. Hayes Camp is located on a high sandy hill with sparse vegetation cover. Erosion and sediment control measures are in place at Hayes Camp in attempts to mitigate the effects of the activity. The sandbags were removed from along the airstrip following the 2014 Geotechnical Inspection, in attempts to lessen the water ponding along the strip, and work has begun on packing and grading the south end of the airstrip to improve drainage. The north end will be allowed to revegetate in to aid in stabilization of the sandy surface.
4. All hazardous materials were found in secondary containment, both indoors and out. Please verify whether Methyl Hydrate is included in the Spill Plan and submit an addendum if necessary.
5. Spill 14-289 (at Three Bluffs) was inspected and will be closed with the Spill Line (N66°38'30.1" W91°26'38.6").
6. It was very interesting to see the RAB drill setup. It appears to be as low-impact as was forecasted: the footprint is small, the components are easily contained, and the waste is controlled. No water is required in the process.

Overall, I was satisfied with the inspection and NCG's compliance with the water licence.

SECTION 2

☐ Comments

☐ Non-Compliance with Act or Licence

☐ Action Required

No non-compliances were noted.

SECTION 3

☐ Comments

☐ Non-Compliance with Act or Licence

☒ Action Required

1. Please submit photos of the completed grease trap at Bullion Camp.
2. Please verify whether Methyl Hydrate is included in the Spill Plan and submit an addendum if necessary.
3. Please ensure that proper documentation of the company name change and any change of contact information is submitted to the NWB.

Licensee or Representative <i>Simeon Robinson</i>	Inspector's Name Eva Paul
Signature <i>[Signature]</i>	Signature <i>[Signature]</i>
Date 22 JULY 2015	Date 22/07/2015

Office Use Only: Follow-up report to be issued by Inspector

☐ Yes ☐ No