



Water Resources Division
Nunavut Regional Office
P.O. Box 100
Iqaluit, NU X0A 0H0

Our File: 9545-2-2DUBA / CIDMS 215900

Your File: 2BE-DUB

July 4, 2008

Richard Dwyer
Licence Administrator
Nunavut Water Board
Gjoa Haven, NU X0B 1J0

**Re: 2BE-DUB, Uranium North Resources Corporation, Dubawnt Lake Project,
Kivalliq Region, Licence Application**

Please be advised that Indian and Northern Affairs Canada (INAC) has reviewed a Type B water licence application submitted by Uranium North Resources Corp. for its Dubawnt Lake Project. The following advice has been provided pursuant to INAC's mandated responsibilities for the enforcement of the *Nunavut Waters and Nunavut Surface Rights Tribunal Act* and the *Department of Indian and Northern Development Act*. INAC recommends that the Board consider these comments when taking a decision regarding this licence application.

The submitted application requests a five (5) year term for the use of water and disposal of wastes associated with uranium mineralization exploration operations within the Dubawnt Lake Project area. This project is situated in the Kivalliq Region approximately 300 kilometres southwest of the Hamlet of Baker Lake, having general coordinates of 62°44' north latitude, 101°20' west longitude. The project is considered to be an advanced exploration program and will involve activities such as mapping and diamond drilling. A camp will be established within the project area to accommodate project personnel.

The following comments are provided for the Board's consideration when reviewing this licence application.

A. General Conditions

- The Proponent should confirm that it has all the required permit(s) to work on Crown Land.

B. Drilling Operations

- Uranium North Resources Corp. should submit a list of brand names and constituents of the drill additives to be used, under the *Exploration / Remote Camp Supplementary Questionnaire's* item #21.

C. Spill Contingency Planning

- Uranium North Resources Corp. should revise its Dubawnt Lake Project Fuel Spill Contingency Plan to include the following:
 - list of hazardous materials used in the project area;
 - include a 24-hour telephone number for the Project Supervisor responsible for managing spill-response procedures;
 - Nunavut spill reporting telephone number - 867-920-8130;
 - Nunavut Spill Report Form (the Northwest Territory Spill Report Form included in the Spill Contingency Plan should be replaced with the NWT-Nunavut Spill Report form. A copy of this form can be accessed from the Nunavut Water Board's online public registry);
 - a Fuel and Hazardous Material Monitoring Plan containing information about monitoring frequency of fuel and chemicals stored on site.
 - a map or detailed schematic diagram indicating the locations of fuel and hazardous material, including a detailed diagram of the project's main fuel cache(s). This diagram should be set at an appropriate scale and reference the GPS coordinates, proximity to adjacent freshwater sources, base contour lines, spill response equipment, and fuel transfer area); and,
 - contact information for the INAC Nunavut Regional Office's Manager of Field Operations, Bernie MacIsaac. His contact information is as follows:

Bernie MacIsaac
Manager of Field Operations, INAC Nunavut Regional Office
Tel: 867-975-4290
Fax: 867-975-4276
Email: MacIsaacB@inac-ainc.gc.ca

D. Abandonment and Restoration or Temporal Closing

- Uranium North Resources Corp.'s Dubawnt Lake Project Abandonment and Restoration Plan should include a list of chemicals stored on site and a Temporal Closing Plan describing what chemicals will be left on site in between seasonal occupancy and how they will be stored and secured.

Indian and Northern Affairs Canada requests notification of any changes in the proposed, as further review may be necessary. Please contact me should you have any questions or comments with regards to the foregoing. I can be reached by telephone at 867-975-4548 or by email at tessiergagnej@ainc-inac.gc.ca.

Sincerely,
Original signed by

Joëlle Tessier Gagné
Water Resources Analyst

Cc. Kevin Buck, Manager of Water Resources, INAC Nunavut Regional Office