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July 6th, 2010

Mr. Andrew Keim
Inspector
Department of Indian and Northern Affairs Canada
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Dear Mr. Keim:

SITE ACTIVITY REPORT - SPRING 2010

This letter is to provide you with an account of the site activities since our arrival to site on June 27th, 2010. Starfield personnel left site on July 8th, 2010 and will be returning to site mid-August.

Contaminated Soil

The drums in the secondary containment structure, where water had topped over along one side causing staining on the gravel, were removed and sorted. The drums were taken to the berm and stacked with the other drums according to fuel type. The water within the secondary containment structure was transferred to the berm. Further cleanup of this structure and the gravel around it will occur when Starfield personnel return to site mid August.

Garbage

Garbage and debris was collected from the tundra and a general site cleanup was undertaken. When we arrived at site there was still snow in areas. Personnel are encouraged to take garbage bags with them whenever they are working and as they walk from one area to the next any garbage lying around is picked up. Cleanup is ongoing and will continue in mid August when camp re-opens.

PHOTOS TAKEN DURING THE JULY 2010 SITE VISIT



Lined Earthen Berm - all three fuel bladders remain empty



Drummed Fuel - stored in neat rows within the lined earthen berm



Three Enviro Tanks - double walled tanks



Grey Water Line - remains intact following the winter



Crushed Drums - stacked neatly within secondary containment ready for back-haul

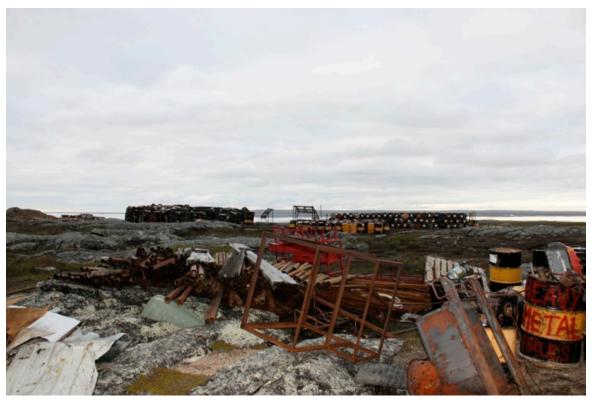


Empty Drums - stacked on sides ready for back-haul. The drums standing had ice inside



Propane Tanks





Staging Area - Significant sorting effort undertaken of waste in the staging area



Staging Area - Clean up efforts will continue in August



Ash Drums - stored together ready for back-haul