

Phyllis Beaulieu Nunavut Water Board PO box 119 Gjoa Haven, NU X0B 1J0

March 22, 2011

RE: Sabina Gold & Silver Corp. 2010 Annual Reports and Water Use Fees

Dear Phyllis,

Enclosed please find the 2010 annual reports for 2BEHAK0915, 2BEGOO1015 and 2BEGEO1015.

Payment of the water use fees by money order in the amount of \$90.00 is also included.

Should you have any questions, concerns, or need any further information, please do not hesitate to contact me by email at <u>jlaitin@sabinagoldsilver.com</u> or by telephone at 604-998-4175.

Regards,

John Laitin

Manager, Logistics and Technical Services

NWB Annual Report	Year being reported: 2010 ▼				
License No: 2BE-GEO1015	Issued Date: June 9, 2010 Expiry Date: June 30, 2015				
Project Name:	Back River Project - George				
Licensee: Sabina	a Gold & Silver Corp.				
Mailing Address:	930 West 1st Street, Suite 202 North Vancouver, BC V7P 3N4				
	iling Annual Report (if different from Name of Licensee please clarify two entities, if applicable):				
General Background Information	on the Project (*optional):				
The George Project is located approximately 100 km south of the hamlet of Bathurst Inlet, with the camp located at 65°55'00" N, 107°27'00" W.					
with	see must provide the following information in accordance				
A summary report of water use a obtaining water; sewage and gre waste management.	summary report of water use and waste disposal activities, including, but not limited to: methods of taining water; sewage and greywater management; drill waste management; solid and hazardous ste management.				
Water Source(s): Water Quantity:	NA for 2010 140 m3/day 0 m3/day Cuantity Allowable (cu.m) Actual Quantity Used Domestic (cu.m) Quantity Allowable Drilling (cu.m) Total Quantity Used Drilling (cu.m)				
Waste Management Solid Waste Disp Sewage Drill Waste Greywater Hazardous Other:					

Other: Additional Details:
There were no activities involving water use or waste disposal at the George camp in 2010. During the active field season (February-September) personnel were on site for short periods with no overnight stays to prepare equipment for use on the winter corridor and to carry out routine maintenance of the camp and equipment. Minor amounts of waste generated such as food or packaging was transported back to either Hackett or Goose camps for disposal with the regular waste stream.
A list of unauthorized discharges and a summary of follow-up actions taken.
Spill No.: Date of Spill: Date of Notification to an Inspector: Additional Details: (impacts to water, mitigation measures, short/long term monitoring, etc)
Revisions to the Spill Contingency Plan
Other: (see additional details)
Additional Details:
An updated Spill Contingency Plan for 2010 was submitted with the application for renewal on December 3, 2009. Approval has not been received to date.
Revisions to the Abandonment and Restoration Plan
Other: (see additional details)
Additional Details:
An updated Abandonment and Restoration Plan for 2010 was submitted with the application for renewal on December 3, 2009. Approval has not been received to date.
Progressive Reclamation Work Undertaken
Additional Details (i.e., work completed and future works proposed)
A number of fuel drums of mixed contents, some of which date back to 2005, are stored on the property. Many of the fuels have passed their certified expiry date and can no longer be reliably used for their intended purpose. In addition, exposure to the elements had started to affect the integrity of the drums.
In order to prevent failure of one or more drums, work was undertaken by

personnel from Hackett camp in September, 2010 to transfer the fuel from the old drums into newer, structurally sound drums and placed within secondary containment. This work was completed before Hackett was closed for the

season.

The progressive reclamation completed in 2010 will prevent an unauthorized discharge of fuel over the 2010/2011 winter period when there is no presence on the site. Sabina is developing a plan for the removal, disposal and/or use of the remaining fuel during the 2011 season. Options under consideration include, but are not limited to, straight removal from the property for proper disposal, or transport to Goose for use as fuel in the incinerator and waste oil heater in the maintenance garage.

Three drill sites were cleaned up and debris removed for disposal. General tidying of the camp area was also conducted toward the end of the season. Sabina anticipates the possibility of constructing an airstrip on George Lake at the beginning of the 2011 exploration program, which will facilitate the on-going reclamation activities principally removal of scrap material, fuel, and demolition waste from historical camp buildings.

Results of the Monitoring Program including:

	Not Applicable (N/A) ▼
	Additional Details:
	The GPS Co-ordinates (in degrees, minutes and seconds of latitude and longitude) of each location where wastes associated with the licence are deposited;
	Not Applicable (N/A) ▼
	Additional Details:
	Results of any additional sampling and/or analysis that was requested by an Inspector
	Results of any additional sampling and/or analysis that was requested by an Inspector No additional sampling requested by an Inspector or the Board
	No additional sampling requested by an Inspector or the Board ▼
	No additional sampling requested by an Inspector or the Board Additional Details: (date of request, analysis of results, data attached, etc)
	No additional sampling requested by an Inspector or the Board ▼
	No additional sampling requested by an Inspector or the Board Additional Details: (date of request, analysis of results, data attached, etc) er details on water use or waste disposal requested by the Board by November 1 of the year
-	No additional sampling requested by an Inspector or the Board Additional Details: (date of request, analysis of results, data attached, etc) er details on water use or waste disposal requested by the Board by November 1 of the year ported.

Any responses or follo	w-up actions on inspection/compliance reports	
No inspection	n and/or compliance report issued by INAC	▼
Additional	Details: (Dates of Report, Follow-up by the Licensee)	
Any additional comme	nts or information for the Board to consider	
Date Submitted: Submitted/Prepared by Contact Information:	John Laitin Tel: 604-998-4175 Fax: 604-998-1051 email: jlaitin@sabinagoldsilver.com	