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Deon Bridge, Technical Advisor
Nunavut Water Board
PO Box 119
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January 27, 2009

RE: Supplementary Information for Amendment to 2BE-GEO0210, 2BE-GOO0510

Dear Mr. Bridge,

As requested in your letter dated January 27, 2009, below please find the additional information to supplement our application.

Please note that should these questions arise in review of the amendment application for license 2BE-GOO0510 (Goose Lake), the following information will also apply. Despite having 2 separate water licenses, the same policies and procedures are followed for both sites as from an operational standpoint we treat them as a single project.

1. All material backhauled from the project site is taken to Yellowknife. Hazardous materials are picked up from Discovery Mining Services (our logistics/expediting contractor) by KBL Environmental where they are sorted (if not already done so) and disposed of accordingly. Hazardous waste, contaminated soils, etc. are sent to EIL Environmental Services (#ABR1094), a hazardous waste facility in Alberta. Scrap metal is dropped off by Discovery Mining to the Arctic Defensive Driving School, who recycle it or sell it for scrap to raise money. Excess material is disposed of at the Yellowknife landfill.
2. The review of the Abandonment and Restoration plans and the Spill Contingency plans scheduled for January, 2009 has not yet taken place due to the volume of work required for a number of permit applications, amendments and extensions. This review is currently planned for February. However, as there has not been a change in the scope of the project, the policies which were approved in the plans for 2008 will not be changing. The most notable changes in the documents will consist of updates to contact information, and updated maps of the properties. Once our review has been completed, we will forward the updated plans for review and approval by the Board.

Thank you for your attention to our application. As always, I can be contacted by email at drussell@dundeeprecious.com or by telephone at 416-565-2464 for any further clarification.

Best regards,

Dan Russell, P.Geol.
Environmental Coordinator, Back River Project