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Phyllis Beaulieu, Manager of Licensing
Nunavut Water Board
PO Box 119
Gjoa Haven, NU X0B 1J0

February 12, 2008

RE: NWB file 2BE-GEO0210; Submission of Abandonment and Restoration Plan, Spill Contingency Plan and MSDS sheets for George Lake

Dear Ms. Beaulieu,

Please find enclosed with this package Dundee Precious Metals' Abandonment and Restoration Plan and Spill Contingency Plan for the 2008 season. As per the NWB letters to DPM dated December 12, 2007, these plans have been updated specific to the George Lake camp (water licence 2BE-GEO0210), and have addressed the points raised in a letter dated August 15 by Andrea Cull of Indian and Northern Affairs.

It was indicated that MSDS sheets for all products on site be included with the Spill Contingency Plan. The attached MSDS package contains information for those products which may pose the greatest hazard to the environment should a spill occur. Primarily this package includes fuels, oils, and fuel additives. A number of other products may be on site in limited quantities and with highly variable consistency (e.g. aerosol paint, household cleaners), and pose a minimal risk. These products have not been included in this submission. However, DPM does maintain records of the MSDS sheets for these products on-site, as well as having a comprehensive database of MSDS sheets for any new products we may bring in.

It should be noted that DPM treats the Goose Lake and George Lake camps as a single project site (the "Back River Project") – the policies and response protocols are the same for both sites. Therefore, there will be a significant amount of overlap in the forthcoming Abandonment and Restoration Plan and Spill Contingency Plan for Goose Lake.

Should you have any questions or concerns, please do not hesitate to contact me by email at drussell@dundeeprecious.com or by telephone at 416-365-2841.

Best regards,

A handwritten signature in black ink, appearing to read "Dan Russell", with a stylized flourish at the end.

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