

**WATER USE INSPECTION REPORT FORM**

Date: July 12, 2012	Licensee Rep. Site inactive. There is to be no camp erected in this license.
Licensee: Aura Silver Resources Inc.	Licence No: 2BE-GRE0712
Comments: The license is for water use and waste disposal pertaining to drilling. The license expires on October 31, 2012	

As per a conversation with the representative, the Inspector noted that the operation will not be active during the time of the inspection.

WATER SUPPLY

Source(s): Unknown	Quantity used: Unknown		
Owner/Operator: Aura Silver Resources Inc.			
Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected			
Intake Facilities: NI	Storage Structure: NA	Treatment Systems: NA	Chemical Storage: NA
Flow Meas. Device: NI	Conveyance Lines: NI	Pumping Stations: NA	Screen : NA

Comments: No water was being used at this time, as the license is for drilling and the operation is inactive.

WASTE DISPOSAL

Sewage: Sewage Treatment System: NA

Natural Water Body: NA	Continuous Discharge (land or water): NA	
Seasonal Discharge: NA	Wetlands Treatment: Unknown	Trench: None
Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected		
Discharge Quality: NA	Decant Structure: NA	Erosion: NA
Discharge Meas. Device: NA	Dyke Inspection: NA	Seepages: NA
Dams, Dykes: NA	Freeboard: NA	Spills: NA
Construction: NA	O&M Plan: NI	A&R Plan: NI
Periods of Discharge: NA	Effluent Discharge Rate: None	

Comments: The inspector noted the following

- A drill casing, cut off at the ground and a small confined area of cuttings was located
- Wood debris was scattered around co-ordinates 64.623311379 – 96.326218969
- A shack was noted a top the hill near wood debris
- The shacks door was wide open and had bedding and garbage inside

The licensee is required to clear all materials from drilling locations before the expiry of this license

FUEL STORAGE:

Owner/Operator:

Indicate: **A** - Acceptable **U** - Unacceptable **NA** - Not Applicable **NI** - Not Inspected

Berms & Liners: NA	Water within Berms: NA	Evidence of Leaks: U
Drainage Pipes: NA	Pump Station & Catchments Berm: U	
Pipeline Condition: NA	Condition of Tanks: NA	

Comments: No fuel was stored onsite

SURVEILLANCE NETWORK PROGRAM (SNP)

Samples Collected	Owner /Operator: Inactive	
0	INAC: NA	
Signs Posted	SNP: none	Warning:
Records & Reporting: Annual Report submitted		
Geotechnical Inspection: N/A		

Non-Compliance of Act or Licence:

Recd
Nov 22/12
PB



Part I item 6

The Licensee shall remove from the site, all infrastructure and site materials, including all fuel caches, drums, barrels, buildings and contents, docks, water pumps and lines, material and equipment prior to the expiry of this Licence.

Part I item 11

The Licensee shall restore all drill holes and disturbed areas to natural conditions immediately upon completion of the drilling. The restoration of drill holes must include the removal of any drill casing materials and the capping of holes with a permanent seal.

The license is reminded these issues must be addressed before the expiry of this license

Christine Wilson
Inspector's Name

Sent by E-mail Original on File
Inspector's Signature

Andrew Keim- A/Manager Field Operations
Phyllis Beaulieu – Manager Licensing- Nunavut Water Board

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