



WATER LICENCE INSPECTION FORM

☒ Original
☐ Follow-Up Report

Licensee			Licensee Representative		
Aura Silver Resources Inc.			None		
Licence No. / Expiry			Representative's Title		
2BE-GRE1416					
Land / Other Authorizations			Land / Other Authorizations		
Date of Inspection			Inspector		
07/07/2014			Justin HACK		
Activities Inspected					
<input type="checkbox"/> Camp		<input type="checkbox"/> Drilling		<input type="checkbox"/> Mining	
<input type="checkbox"/> Roads/Hauling		<input type="checkbox"/> Other		<input type="checkbox"/> Construction	
				<input checked="" type="checkbox"/> Reclamation	
				<input type="checkbox"/> Fuel Storage	
				<input type="checkbox"/> Other:	
Conditions: A - Acceptable C - Concern U - Unacceptable NA – Not Applicable NI – Not Inspected					
Water Use		Condition	Comment	Site Conditions	
Intake/Screen		NA		Water Management Structures	
Flow Measure. Device		NA		Culverts / Bridges	
Source:		NA		Drainage	
Water Use:		NA		Erosion / Sediment	
Recirculation (y /n)		NA		Mitigation Measures	
				Reclamation Activities	
				Materials Storage	
Waste Disposal				Signage	
Waste Water		NA			
Solid Waste		NA		Monitoring	
Hazardous Waste		NA		Sample Collection / Analysis	
*The number in the comments field will correspond with specific comments provided below.					

SECTION 1	<input checked="" type="checkbox"/> Comments	<input type="checkbox"/> Non-Compliance with Act or Licence	<input type="checkbox"/> Action Required
<u>Background</u>			
<p>Aura Silver Resources Inc.'s Greyhound Project was previously inspected on July 12, 2012 under Licence No: 2BE-GRE0712. The main concerns of the Inspector were related to the remediation activities. The inspector made specific note to the wood debris, the shack that contained garbage on site, and an improperly remediated drill site (all located near 64 37 25.85N, and 96 19 33.38W).</p> <p>No exploration work was initiated in 2013; however, in 2014 they completed a small drilling program under a renewed water license 2BE-GRE1416.</p> <u>Observations</u>			
<p>On July 19, 2014, a water license inspection was completed to follow-up on the concerns of the previous inspection. Activities under the renewed licence were not inspected. It was observed that:</p> <ul style="list-style-type: none">• The drill casings, as referenced in the previous inspection report, were removed from site.• The shack containing garbage, as referenced in the previous inspection report, was removed from site.• There still remains clean wood on the ground at 64 37 25.85N, and 96 19 33.38W.			
SECTION 2	<input type="checkbox"/> Comments	<input type="checkbox"/> Non-Compliance with Act or Licence	<input type="checkbox"/> Action Required

Inspector's Name
Justin Hack
Signature
Date
August 20, 2014