From: Paul Pitman

To: "Phyllis Beaulieu"

Cc: boaz@sympatico.ca; jmcneice@bellnet.ca

Subject: 111202 2BE-GRE1012 Annual Report Review

Date: Tuesday, December 06, 2011 9:01:04 AM

Nunavut Water Board Gjoa Haven, NU

Attention: Phyllis Beaulieu, Manager of Licensing

Sean Joseph, Technical Advisor

Dear Phyllis and Sean,

With respect to our Water License 2BE-GRE1012/TR/B2 we provide the following information to you.

1. The Hamlet of Baker Lake does not issue Permits for waste disposal. While we requested one, only verbal permission was granted from the Hamlet office and only household wastes were deposited in the local municipal dump. In addition to this all drill waste was backed hauled to Baker Lake by helicopter as described in the annual review form but stored at Blueberry Hill. While I was not aware of this aspect of the program our field supervisor, Mr. Mario Roy of Discovery Mining Services, Yellowknife informed me by email that this waste was taken to Thompson, Manitoba for disposal when we demobilized the drill machinery. I attach his emails below: Leon is the owner of West Bottom Drilling Inc.

Hi Paul i went to the Hamlet office twice and both times they told me that they do not issue permits to dump our garbage in the dump at Baker Lake they just gave us verbal permission to dump it in there.

Hi Paul the only garbage that went into that dump was house hold garbage anything else was sent with Leon to Thompson and any garbage that we had from the core shack was all Tape off the core boxes and coffee cups and plastic bags and then the garbage from the house

Cheers Mario

2. I've requested the 2010 and 2011 Inspection Reports from AANDC. Kevin Robertson (see email below) is trying to expedite the 2011 report for you. Aura Silver did not receive the 2010 copy by mail as stated by Kevin. I will try to get them to send by email both reports, at which time I can forward to your office.

Paul.

I checked my file on N2010C0008 and saw that Henry Kablalik (Inspector in Rankin) had completed an Inspection report and mailed it to your offices in Brampton December 3rd, 2010. I've yet to see the copy for 2011 and by way of this memo am requesting that he send the 2011 copy forth with. As to the Water Inspection for 2BE-GRE1012, I'll have to verify if an inspection was conducted by one of our

Water Inspectors.

When I get more information I'll pass it on to your office.

Tks

Kevin Robertson Resource Management Officer Field Operations INAC NRO Iqaluit. Nu XOA 0HO (867)975-4296 fax (867)979-6445 email kevin.robertson@inac.gc.ca

3. The Golder Report concerns archeological material regarding each site and does not discuss physical matters. The archeologist did report verbally that an exceptional job was done on clean-up of each site.

I trust the above helps clear up the deficiencies in the Water License reporting. As soon as I receive the AANDC reports I will email you directly. The onus is on AANDC to provide before your mandated date of March 31, 2012. I believe Kevin is trying his best to accommodate your Department.

Best regards

Paul Pitman For Aura Silver Resources Inc.

PWP CONSULTING

#206, 341 Main St. North Brampton, On. L6X 3C7

(905) 456-5436 (fax) 456-7180 (416) 705-3421 cell

From: Phyllis Beaulieu [mailto:licensing@nunavutwaterboard.org]

Sent: Friday, December 02, 2011 3:44 PM

To: Paul Pitman **Cc:** Phyllis Beaulieu

Subject: 111202 2BE-GRE1012 Annual Report Review

Please see attached regarding the internal review on the 2011 annual report for 2BE-GRE1012. Regards,

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

Phone: (867) 360-6338, Ext. 26

Fax: (867) 360-6369

Email: licensing@nunavutwaterboard.org