



## WATER USE INSPECTION REPORT

<b>Date:</b> July 29, 2010	<b>Licensee Rep. (Name/Title):</b> David Ritcey
<b>Licensee:</b> Diamondex Resources Ltd.	<b>Licence No.:</b> 2BE-HEE0712 (Heequo property)

Inspection findings at Heequo Camp location (NAD 83, degrees/minutes/seconds): N65° 59' 08", W112° 44' 35"

- Charred debris and ash, including metals pieces and nails (from where camp materials/structures were burned) was not cleaned up
- Latrine pit was inadequately contoured
- Odd bits of small wood and metal debris were scattered near previous tent frame locations
- Vegetation (except where burn was conducted) appears to be recovering nicely

As per the Water Licence, Part B (General Conditions), the description of final clean-up activities submitted by the Licensee (2009 Final Restoration Plan) does not provide sufficient detail to confirm the Licensee has met the licence requirements with respect to abandonment and restoration of the property. As per section 2 (iv), the Licensee is to provide a description of all final reclamation work undertaken.

As per Part D (Conditions Applying to Waste Disposal), section 8: Latrine pits are to be treated with lime and covered with native material prior to abandonment. Licensee is to confirm if lime had been used prior to decommissioning.

The Licensee is to confirm/demonstrate that each applicable section of Part I (Conditions Applying to Abandonment and Restoration) have been met. Several specific sections are brought to your attention:

- Section 4: Licensee shall remove from the site infrastructures and site material. This includes ash and debris left over from open burning of camp materials.
- Section 11: All disturbed areas shall be contoured and stabilized upon completion of work and restored to a pre-disturbed state.

### Issues/Non-Compliance of Act or Licence:

Licensee's request for file closure is denied at this time, until it can be demonstrated that the requirements for abandonment and restoration under the water licence have been fulfilled to the satisfaction of the Inspector. This includes the outstanding requirements requested in the 2009 Inspection Report, which has been attached for your reference.

Melissa Joy

Inspector's Name

Sent by E-mail

Inspector's Signature