

Water Resources Division Nunavut Regional Office Iqaluit, NU X0A 0H0

Your File: 2BE-HOP0712 Our File/CIDM's #294214

December 22, 2008

Phyllis Beaulieu Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU, X0A 1J0

Re: Water License 2BE-HOP0712 / Miramar Hope Bay Ltd. / Hope

Bay Regional Exploration Project / September 2008 Monthly

Monitoring Report

Please be advised that I have completed a review of the above-referenced September 2008 Monthly Monitoring Report as submitted by Miramar Hope Bay Ltd. to the Nunavut Water Board on November 10, 2008. Please see the attached Technical Memorandum for your consideration.

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4282or by email at KaradagD@ainc-ianc.gc.ca

Yours truly,

Original Signed By

Dee Karadag Water Resources Technician

Cc. Kevin Buck, Manager of Water Resources

David W. Abernethy, Regional Coordinator of Water Resources



Technical Review Memorandum

TO Phyllis Beaulieu, Manager of Licensing, Nunavut Water Board

Bernie MacIsaac, Manager Field Operations, Indian and Northern

Affairs Canada

FROM Dee Karadag

Water Resources Technician, Water Resources Division, Indian

and Northern Affairs Canada - Nunavut Regional Office

Re: Water License 2BE-HOP0712 / Miramar Hope Bay Ltd. / Hope

Bay Regional Exploration Project – September 2008 Monthly

Monitoring Report

As a requirement of Part J, Items# 2-8 inclusive of Water License #2BE-HOP0712, Miramar Hope Bay Ltd. submitted a September 2008 Monthly Monitoring Report to the Nunavut Water Board (NWB) on November 10, 2008.

The following documents were reviewed,

- September 2008 Monthly Monitoring Report
- Nunavut Water Board (NWB) Water Licence 2BE-HOP0712

Comments

 Effluent discharge at monitoring station HOP-2 (WWTF effluent discharge at the surge tank prior to being pumped over the ridge east of the Windy Camp facilities) exceeded water license criteria (Part D, Item#10) for TSS, Faecal Coliform and BOD. See table below;

Parameter	HOP-2 Sept03/08 07:00 am	HOP-2 Sept08/08 06:45am	HOP-2 Sept15/08 10:15am	HOP-2 Sept29/08 07:45am	Maximum Average Concentration
BOD ₅	52	65	240	122	80 mg/L
Total Suspended	7 0		•0.5		400 %
Solids	58	72	286	78	100 mg/L
					10x10 ⁴ CFU/100
Faecal Coliform	>200	2,000,000	18,000,000	11,000,000	mL
Oil and Grease	NVS	NVS	13	5	no visible sheen
рН	7.9	7.9	7.5	7.8	between 6.0 - 9.5



Miramar Hop Bay explains;

"Sludge removal has been a critical component of bringing this plant into compliance and insufficient sludge removal during the period is likely the cause of the most recent non-compliance at the end of September. The sludge removal schedule and transfer to the new Doris Camp membrane plant has been authorized and we expect an accelerated schedule of sludge removal will bring this plant into back into compliance shortly."

2. The water license criteria for lead, as described in Part D, Item #17 of the license, is in exceedence at sample station HOP-5. See table below.

Parameters	HOP-5 Bulk Fuel Stroge Windy Camp	Maximum AverageConcentration (ug/L)
Oil & Grease	NVS	15,000 and with no visible sheen
Benzene	<0.5	370
Toluene	<0.5	2.0
Ethylbenzene	<0.5	90
Lead	2.0	1.0

- As required by Part J Item #7 of the Water Licence, the Licensee did not include the daily quantities of effluent discharged at Monitoring Station HOP-3 as well as volumes pumped Stations HOP-5, and HOP-6.
- During the month of September, 79 drums of sludge were removed from the Windy Camp WWTF and transferred to the Doris membrane camp for treatment.

RECOMMENDATIONS

- INAC recommends that Miramar Hope Bay Ltd indicate in their next months monitoring report whether the accelerated sludge removal schedule, as quoted under comment 1, was successful in resolving the exceedences reported in the 2008 October Monthly Monitoring Report.
- 2) The Licensee should investigate and report in next months monitoring report the cause of the elevated levels of lead.
- 3) As required in Part J Item #7 of the license, in future monitoring reports the Licensee should include the daily quantities of effluent discharged at Monitoring Station HOP-3, HOP-5 (Effluent pumped from HOP-5), and HOP-6 (Effluent discharged from HOP-6)



4) Miramar Hope Bay Ltd should record the quantities in cubic meters of sludge removed from the WWTF. (Part J Item #8)

This information has been forwarded to INAC's Field Operations Division.

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4282or by email at KaradagD@ainc-ianc.gc.ca

Regards,

Dee Karadag Water Resources Technician

