

August 21, 2012

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

Re: July 2012 – Monthly Monitoring Report for Water License 2BE-HOP1222

Part I Conditions Applying to Abandonment and Restoration

HBML is repacking core and removing it from the historic tundra storage locations to a permanent location on the Quarry D overburden pad and temporary storage on the Quarry D pad. All core within 30 m of a waterbody has been removed. Waste removal from the camp area is ongoing. The two mega-bag cuttings dumps, one at the geology trenches and the other at a rock outcrop between the all-weather road and Patch Lake, have been cleaned up.

Part J Items 2, 3, 4, 5, and 6: Sewage Treatment Effluent, Bulk Fuel Containments, and Quarries

Windy Camp has been closed for operations since October 23, 2008; therefore the licence requirements relating to the WWTF (HOP-2 and HOP-3) are not applicable. HOP-5 (Bulk Fuel Storage – Windy Camp) was dismantled on July 2, 2012, and the area was graded and covered in coconut mat to prevent erosion as per the letter dated July 15, 2012. Water was not discharged from HOP-6 (Bulk Fuel Storage Facility – Patch Lake) during this month. HOP-8 has not been constructed. Water did not need to be managed at HOP-7A, B or D (quarries A, B and D).

Part J Item 7: Under-Ice Drilling Samples

No under-ice samples were collected.

Part J Item 8: Water Use Volumes

Water was not extracted for domestic, dust suppression, or drilling uses this month. A portable washroom trailer has been set up to support reclamation activities in the Windy Camp area; however, there is a lack of suitable infrastructure at Windy Camp for servicing the trailer. The water used in the trailer is from Doris Lake or the Doris Camp kitchen reverse osmosis tank and waste produced is being transferred to the Doris Camp wastewater treatment plant.

Incident Reporting

There were no incidents pertaining to the license during the period.

Should there be any questions regarding this monthly report, please contact Angela Holzapfel at 604-345-3122 or Angela.Holzapfel@Newmont.com.

Yours sincerely,

Angela Holzapfel

Manager of Environmental Compliance
Hope Bay Mining Limited