

IZOK PROJECT

2021 Annual Report for Water Licence 2BE-IZO1823

Prepared for Nunavut Water Board

Prepared by MMG Resources Inc.

March 2022

IZOK PROJECT

2021 2BE-IZO1823 Annual Report

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Acronyms

CIRNAC Crown Indigenous Relations and Northern Affairs Canada

KIA Kitikmeot Inuit Association
The Licence Water Licence 2BE-IZO1823
NIRB Nunavut Impact Review Board

NWB Nunavut Water Board

The Project Izok Project

MMG Resources Inc.

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Executive Summary - English

MMG Resources Inc. (MMG) has filed its Annual Report on its activities during 2021 under Water Licence No. 2BE-IZO1823 (the Licence) issued by the Nunavut Water Board. As set out in Part B, Item 2 of the Licence, the report includes information with respect to the following topics:

- A summary report of water use and waste disposal;
- A list of unauthorized discharges and a summary of follow-up actions taken;
- Any revisions to plans under this Licence;
- A description of all progressive and or final reclamation work undertaken, if any, including photographic records of site conditions before, during and after completion of operations;
- A report of any artesian flow occurrences;
- Any other details on water use or waste disposal requested by the Board.

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- $\mathsf{UU}_{\mathsf{P}} \mathsf{V}_{\mathsf{P}} \mathsf$
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1. Introduction

This report to the Nunavut Water Board (NWB) has been prepared to summarize the project activities and monitoring undertaken by MMG Resources Inc. (MMG) during 2021, in accordance with Part B, Item 2 of License 2BE-IZO1823 (the Licence). The NWB Annual Report Form can be found in Appendix A of this report.

The Izok Project (Project) has been in long-term Care and Maintenance since 2015 and was not operated in 2021. No freshwater was used, or wastes deposited in 2021. The Project was inspected on August 24, 2021 to ensure it was in a stable and secure state and to conduct necessary repairs and opportunistic consolidation of wastes including dismantling two canvas tents.

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2. Annual Report per Part B, Item 2

This section of the report has been constructed to address each of the requirements of Part B, Item 2 of the Licence. To facilitate direct comparison to the Licence, each subheading corresponds directly with the identically alphabetized subheading of Part B, Item 2 of Water Licence 2BE-IZO1823.

A. SUMMARY OF WATER USE AND WASTE DISPOSAL

No water was used, or waste was generated under this Licence in 2021. The Project remained closed throughout 2021.

B. UNAUTHORIZED DISCHARGES AND FOLLOW-UP ACTIONS

No hydrocarbon spills to water or triggering the NWT/NU spill reporting thresholds occurred during this reporting period.

C. REVISIONS TO THE SPILL CONTINGENCY PLAN AND ABANDONMENT AND RESTORATION PLAN

An updated Spill Contingency Plan and Closure and Reclamation Plan are included as Appendix B and C of this report.

D. PROGRESSIVE AND OR FINAL RECLAMATION WORK UNDERTAKEN

In 2021 MMG retained Discovery Mining Services to inspect Izok on August 24, 2021 to ensure it was in a stable and secure state. Loose wastes were consolidated and placed in the camp garage for safe storage. This included the dismantling and storage of two canvas tents in poor condition. Other tents were inspected, and small repairs made as needed.

E. IZOK LAKE AREA RECLAMATION PLAN INCLUDING TIMELINES FOR REMOVAL OF DRILL COLLARS/ANCHORS

MMG is currently in communication with the CIRNAC Inspector about the development of a drill site inventory, including reclamation plan, and anticipates submission of a plan to the CIRNAC Inspector and NWB in April 2022.

F. ARTESIAN FLOWS

No drilling took place under this licence during this reporting period and no artesian flows were intercepted.

G. SUMMARY OF ALL INFORMATION REQUESTED AND RESULTS OF THE MONITORING PROGRAM

No monitoring was undertaken in 2021, with the exception of an overall site inspection conducted to confirm site stability and address any immediate maintenance needed.

H. ANY OTHER DETAILS ON WATER USE OR WASTE DISPOSAL REQUESTED BY THE BOARD BY NOVEMBER 1 OF THE YEAR BEING REPORTED

No Board requests regarding water use or waste disposal were issued by the Board prior to Nov 1, 2021.

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However, in the NWB's technical review of Izok's 2019 and 2020 Annual reports¹, the NWB made two requests which are provided below along with MMG's response.

1. ".. the Board could not locate any information on reclamation of the historic drilling locations at both High Lake and Izok Lake Projects previously requested by CIRNAC Inspector. The Licensee is strongly advised to address all concerns raised by the Inspector and to provide a summary of completed work within the 2021 Annual Report."

MMG is currently preparing a report on the site clean-up activities conducted between 2018 and present. Once complete, MMG will submit this report to the NWB and the CIRNAC Inspector.

Concurrently, MMG is also developing a drill site inventory and reclamation plan to address the historical drill sites. MMG is in communication with the CIRNAC Inspector about the development of this plan and will provide a draft plan to the Inspector in April 2022.

2. "Additionally, the NWB commands the Licensee's commitment to submit the updated Spill Contingency and Abandonment and Restoration Plans for Water Licence No: 2BE-IZO1823 within the 2021 Annual Report and advises the Licensee to consult the comments received from CIRNA and ECCC during the 2018 Licence renewal."

MMG has updated the Izok Spill Contingency Plan and Closure and Reclamation Plan and these plans are provided as Appendix B and C of this report. These plans have been updated to address comments received during the 2018 Licence renewal.

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¹ NWB 2021. Letter to MMG RE: NWB Technical Review of 2019 and 2020 Annual Reports for Water Licences Nos: 2BE-HIG1722, High Lake Project; and 2BE-IZO1823, Izok Lake Project. November 2, 2021.

Appendix A NWB Annual Report Form

IZOK PROJECT 2-1

NWB Annual Report		Year being reported: Select ▼ 2021				
License No: 2BE-IZK1823		Issued Date: FEBRUARY 7, 2018				
	•	Expiry Date: FEBRUARY 6, 2023				
	Project Name:	IZOK				
	Licensee:	MMG RESOURCES INC.				
	L					
	Mailing Address:	MMG Resources Inc.				
		PO Box 91460				
		West Vancouver, BC				
		V7V 3P1				
		filing Annual Report (if different from Name of Licensee please clarify				
	relationship between th	e two entities, if applicable):				
	N/A					
General Bac	karound Information	n on the Project (*optional):				
Ochiciai Bac						
		s been worked on by several different groups since the 1950's. project through a series of transactions that began with the				
	•	en Resources by Zinifex in 2007. Zinifex became Oz Minerals				
		nd MMG purchased Oz in 2009. The project underwent further				
	feasibility studies under MMG that culminated in 2013. Since then the project has been on care and maintenance, with the last occupancy occurring in 2015. Since					
	ct has been in long term Care and Maintenance.					
	that time the Projec	ter has been in long term care and maintenance.				
Licence Box	uiromento, the licen	and must provide the following information in accordance				
with	unements. the ncen	see must provide the following information in accordance				
	Part B ▼ It	tem 2 ▼				
		and waste disposal activities, including, but not limited to: methods of eywater management; drill waste management; solid and hazardous				
waste manag						
	Water Source(s):	Ham Lake (domestic), Various (drilling)				
	Water Quantity:	5 Quantity Allowable Domestic (cu.m)				
		0 Actual Quantity Used Domestic (cu.m)				
		95 Quantity Allowable Drilling (cu.m)				
		Total Quantity Used Drilling (cu.m)				
	Waste Management					
	☐ Solid Waste Disp	oosai				
	☐ Sewage ☐ Drill Waste					
	☐ Greywater					
	☐ Hazardous					
	☐ Other:					

Additional Details:	
No water was used or waste was generated under this Licence in 2021. See Section 2A of the Annual Report.	<u> </u>
A list of unauthorized discharges and a summary of follow-up actions taken.	
Spill No.: (as reported to the Spill Hot-line) Date of Spill:	
Date of Notification to an Inspector:	
Additional Details: (impacts to water, mitigation measures, short/long term monitoring, etc)	
No spills occurred in 2021. See Section 2B of the Annual Report.	
Revisions to the Spill Contingency Plan	
SCP addendum attached for Board consideration	
Additional Details:	
See Section 2C of the Annual Report.	
Revisions to the Abandonment and Restoration Plan	
AR addendum attached for Board consideration	•
Additional Details:	
See Section 2C of the Annual Report.	
Progressive Reclamation Work Undertaken	
Additional Details (i.e., work completed and future works proposed)	
See Section 2D of the Annual Report.	
Results of the Monitoring Program including:	
The GPS Co-ordinates (in degrees, minutes and seconds of latitude and each location where sources of water are utilized;	d longitude) of
Not Applicable (N/A)	•
Additional Details:	
No water was used in 2021.	
The GPS Co-ordinates (in degrees, minutes and seconds of latitude and each location where wastes associated with the licence are deposited;	d longitude) of
Not Applicable (N/A)	•

A	Additional Details:						
	No waste was generated in 2021.						
R	esults of any additional sampling and/or analysis that was requested by an Inspector						
N	o additional sampling requested by an Inspector or the Board						
A	Additional Details: (date of request, analysis of results, data attached, etc)						
1	N/A						
Any other deta being reported	ils on water use or waste disposal requested by the Board by November 1 of the year						
N	o additional sampling requested by an Inspector or the Board						
<u>A</u>	dditional Details: (Attached or provided below)						
9	See Section 2H of the Annual Report.						
Any responses	or follow-up actions on inspection/compliance reports						
In	spection and Compliance Report received by the Licensee (Date):						
A	dditional Details: (Dates of Report, Follow-up by the Licensee)						
L	No inspections under the Licence were conducted by CIRNAC in 2021.						
Any additional	comments or information for the Board to consider						
	Ted Muraro is no longer with MMG Resources Inc. The new MMG contact for this Licence Sarah Hasek.						
Date Submitted Submitted/Prep Contact Inform	pared by: Sarah Hasek						

Appendix B Spill Contingency Plan

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SPILL CONTINGENCY PLAN EXPLORATION OPERATIONS IZOK / HOOD PROPERTY NUNAVUT, CANADA

August 2021

MMG Resources Inc.

PO Box 91460, STN West Vancouver, West Vancouver, BC V7V 3P1

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1. PREAMBLE

This Spill Contingency Plan was compiled with respect to the requirements within the Spill Contingency Planning and Reporting Regulations in Northwest Territories as adopted by the Government of Nunavut. The Spill Contingency Plan applies to the Izok, Hood and Gondor Projects – Ham Camp operated by MMG Resources Inc. in the Kitikmeot District of Nunavut, north latitude 65° 40′ and west longitude 112° 50′. The Spill Contingency plan was originally in place for seasonal exploration operations from 2010 to 2014 These seasonal operations were supported by a 50-man camp located on Ham Lake, approximately 5km North of Izok Lake. Following reclamation work carried out in 2015 the sites were placed on long term care and maintenance.

All fuel and lubricants have been removed from sites. This Spill Contingency plan is to be revised, and the Contacts (4.0) updated, at the re-commencement of exploration activities and/or any time during operations. The revision date will be noted on the title page of the plan.

2. INTRODUCTION

This Spill Contingency Plan is to provides a plan of action for reasonably foreseeable spill events at the Ham Lake camp considering the nature of the fuels and other hazardous materials that will be handled during the Company's operations The plan defines the responsibilities of key response personnel and outlines the procedures for responding to spill in a way that will act to minimize potential health and safety hazards, environmental damage and remediation costs. The plan has been prepared to provide ready access to all the information needed in dealing with a spill.

The objectives of the Plan are to:

- Define the reporting procedures and communication network to be used in the event of a system failure or material spill.
- Define procedures for the safe and effective containment and clean-up/disposal of a system failure or material spill.
- Define specific individuals and their responsibilities with respect to responding to a spill.

It is MMG Resources Inc. policy to comply with all existing laws and regulations to help ensure the protection of the environment, to provide such protection of the environment as is technically feasible, to cooperate with other groups working on protection of the environment and to keep employees, government officials and the public informed.

Personnel will be instructed on the plan upon arrival in camp. Instruction will also be given on how to properly manipulate and store fuel and other hazardous substances and on the location of emergency equipment. A more graphical representation of this plan will be posted in common camp areas.

2.1. ENVIRONMENTAL POLICY

MMG aims to achieve a high standard of care for the natural environment in all the activities in which we engage. MMG undertakes to minimize our impact on the environment

MMG will:

- conduct our operations in compliance with all relevant environmental regulations, licenses and legislation as a minimum condition
- identify, monitor and manage environmental risks arising from our operations
- seek continuous improvement in environmental performance, production processes, waste management and the use of resources
- provide appropriate training and awareness for all employees on environmental issues
- communicate regularly with employees about our aim and about individual responsibilities
- inform our customers and suppliers of our aim and of their responsibilities in relation to our business
- communicate with stakeholders, the community and governments about our environmental performance, and contribute to the development of laws and regulations which may affect our business

3. SITE DESCRIPTION

The camp is located on the South and East Shores of Ham Lake. The camp was established by the previous operator of the exploration project, Inmet Mining Corporation (Inmet). The camp includes an accommodation complex, diamond drill core logging and storage facilities, a shop, and fuel storage facilities (Figure 2). The camp is served by a 2500 foot long gravel air strip.

The following is a list of the major components the camp and ancillary facilities typically include at full operation.

Major Camp Equipment/Facilities

- 13 Travco trailer units
- 1 Oil fired incinerator
- 1 10' x 44' Generator Building
- 2 Cummins 175 kW diesel generators
- 1 Steel garage 20' x 24'
- 1 Wood frame workshop
- 2- Wood frame, steel clad core storage warehouses
- 1 Wood frame, aluminum clad 12' x 36' skidded core shack
- 1 Weatherhaven Office 24' x 32
- 1 Weatherhaven Large Sleeper 24' x 68'
- 10 Weatherhaven 4 man Sleepers 14' x 16'
- 1 Weatherhaven Kitchen 16' x 40'
- 2 Weatherhaven Camp/Drillers Dry 16' x 24'

Fuel Tanks

5 – 11,000 L fuel skid mounted fuel tanks (secondary containment to be added upon use)

Mobile Equipment

- 1 Caterpillar D-6 Bulldozer
- 1 Champion Motor Grader
- 1 Cat Motor Grader
- 1 JBL ZoomBoom
- 1 Cat 930 Loader
- 1 Bobcat
- 1 Fuel Trailer
- 3 1992 Ford Supercab F-350 truck (diesel)

Fuel is transported to site seasonally using the frozen lake surface to allow Hercules operations and is then shuttled with a helicopter to fuel caches on site. On site fuel is stored in 205L drums that are stacked no more than 3 high in secondary containment berms. Bungs are positioned to allow inspection of the drums and to avoid leakage. The fuel caches allow for the storage of up to 800 drums on site. All fuel tanks, drums and containers are to be inspected at camp start up. Where not already in place, secondary containment is to be added upon use.

Propane is to be stored in 100lb cylinders within a designated area away from camp. These will be secured to prevent accidental tipping of propane cylinders. Propane is brought to site continually on re-supply flights, with a total number of cylinders stored on site not exceeding 30.

Each of the tents will have a drum of fuel supported on wooden crib. A plastic spill container will be placed below each drum and absorbent matting will be fixed around each bung/fuel supply assembly.

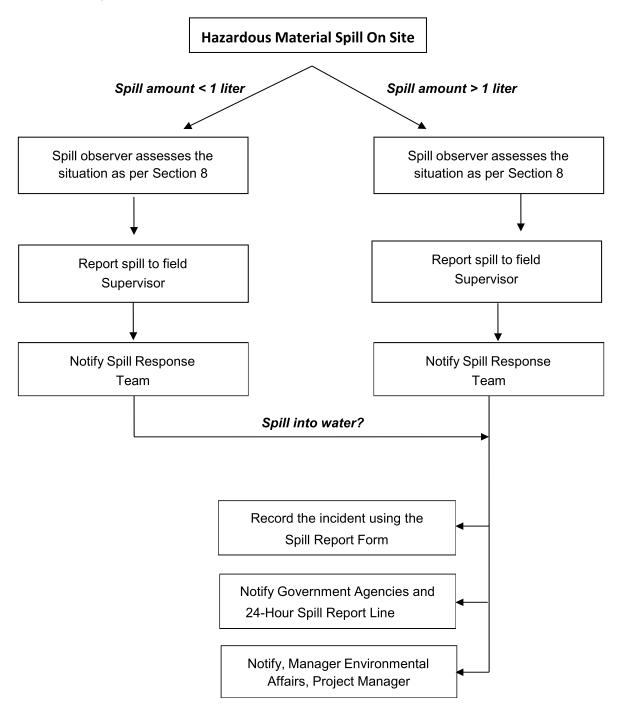
Other chemicals will be securely stored in the camp area, primarily within the drill foreman's work area.

4. CONTACTS

Project Manager	ТВА	
Operations Manager	TBA	
Development Manager	ТВА	
Exploration Manager	TBA	
Kitikmeot Inuit Association		(867) 983-2458
Nunavut Water Board	Richard Dwyer	(867) 360-6338 (867) 360-6369 (fax)
24-Hour Spill Report Line, Government of Nunavut	(867)-920-8130 (phone) (867)-873-6924 (fax) spills@gov.nt.ca (email)	
Government of Canada – Department Resources, Government of the Nort		(867) 920-8130
Resource Management/Water Resource Officer CIRNAC – Kitikmeot Region	Baba Pedersen	(867) 222-2839
WSCC 24-Hour Incident Reporting lin	ne	1-800-661-0792
WorkSafe BC Prevention Informatio	n Line	1-888-621-7233
Kugluktuk Health Centre		(867) 982-4531
Kugluktuk RCMP	Emergency line Non-emergency	(867) 982-1111 (867) 982-0123

5. RESPONSE ORGANIZATION

The following is a flow chart to illustrate the sequence of events if a hazardous material spill occurs at the Izok or Hood Project sites.



SPILL RESPONSE TEAM

All personnel will be informed of the contents of the Spill Contingency Plan and trained in the safe use of relevant spill prevention and clean up equipment. The Field Supervisor will appoint and train two persons to be the Spill Response Team. They will also be responsible to carry out the daily inspections of the fuel storage areas and equipment. Personnel on site will be limited, so for any large spill more people will be brought in to help, from surrounding exploration operations primarily from the High Lake Camp located 200km North of Ham Lake Camp and secondly from Yellowknife (Figure 1).

Spill Response Team Responsibilities

- Perform daily inspections at the Camp fuel and chemical storage areas and fuel hoses.
- Report any spill to Project Manager or designate.
- Containment of the spill and site remediation.

Field Supervisor Responsibilities

- Assume complete authority over the spill scene and coordinate all personnel involved.
- Evaluate spill situation and develop overall plan of action.
- Activate the spill contingency plan
- Immediately report the spill to the 24-Hour Spill Report Line and regulatory agencies. (For spill greater than 10 litres)
- Fill out the Spill Report Form (for spill greater than 10 litres)
- Report the spill to the Project Manager. (for spill greater than 1 litre)
- If required, obtain additional manpower, equipment, and material if not available on site for spill response.

Manager, Environmental Affairs Responsibilities

- Provide regulatory agencies and MMG Resources Inc. management with information regarding the status of the clean-up activities.
- Prepare and submit a report on the spill incident to regulatory agencies within 30 days of the event.

7. SPILL PREVENTION

The first line of defence against spills is spill prevention. All efforts to avoid spills will be made by prioritizing preventative measures in the following manner.

7.1. SPILL OF FUEL ON LAND

Steel drums will be stored in such a manner that they will not be susceptible to tipping over, rolling or otherwise being unstable. Care will be exercised so that nothing can cause damage to steel fuel drums by falling or rolling onto or into them. When unloading steel fuel drums from aircraft, the use of a ramp or a cushion (automotive tire) will ensure that the drums are not damaged.

7.2. LEAK OF FUEL FROM RESERVOIR AND DISTRIBUTION LINES

Stability of all reservoir and distribution assemblies is of utmost importance to ensure that the risk of damage is minimized. All stands for reservoirs will be constructed to strength standards beyond those required. Distribution lines from reservoirs to appliances will be fitted with an appropriate shut-off valve immediately downstream from the reservoir. The line will be installed in such a way to prevent being chafed in the wind, chewed on by animals or tripped on by humans. This will be done by securing it to rigid structures, encasing it in armour or any other effective manner. These measures apply broadly to heating oil, gasoline and propane set-ups.

7.3. SPILL OF FUEL ON WATER

Liquid fuel in steel drums will be stored at least 30m back from the lakeshore on hard ground. All care shall be taken when refuelling float planes at the float dock. Fuel will only be brought down to the dock when fuelling is imminent. Partially used drums will be removed from the dock immediately upon completion of fuelling. Absorbent pads will be used both around the rim of the fuel drum and the rim of the aircraft's fuel tank to ensure that any overflow does not enter the body of water. Any spill into a water body, regardless of volume, will be reported immediately.

7.4. RELEASE OF PROPANE

Propane will be stored in appropriate, certified containers. Propane containers will be inspected and monitored on a regular basis for any signs of deterioration or corrosion. Containers will be secured and fastened in an upright position to ensure there is no danger of tipping and eliminating the risk of damage to the regulator in the event of a fall.

7.5. SPILL OF BATTERY ACID

All batteries will be protected from damage by fastening them into the space designed for them when in use and stored safely when not in use. Batteries will be transported in appropriate containers as stipulated under the dangerous goods requirements. Batteries that no longer hold a charge will be flown out and disposed of in the appropriate facilities.

8. INITIAL ACTION

These instructions are to be followed by the first person on the spill scene.

- 1. Always be alert and consider your safety first.
- 2. Wear personal protective equipment
- 3. Do not smoke and eliminate all source of ignition
- 4. Assess the hazard to people in the vicinity of the spill.
- 5. If possible control danger to human life
- 6. Do not touch, smell, taste or get close to unknown substance.
- 7. If substance has been identified and if possible and safe to do so, try to stop the flow of material.
 - If filling is in progress, stop at once

- If seeping through a small hole, use a patch kit if practical to do so.
- If necessary and practical, pump the fuel from the leaking container into a refuge container
- 8. Immediately report the spill to the Field Supervisor and Spill Response Team by radio, satellite phone or in person.
- 9. Resume any effective action to contain, mitigate, or terminate the flow of the spilled material.
- 10. If in doubt about cleaning procedures or for a very large spill, regulatory agencies can help.

REPORTING

The person who notices the spill must immediately notify the Field Supervisor. As soon as possible the Field Supervisor will report the spill to:

- The 24-Hour Spill Report Line Phone (867) 920-8130, Fax (867) 873-6924
- Complete and submit the NT NU Spill Report Form See Appendix I
- Notify permitting authorities (Nunavut Water Board, Kitikmeot Inuit Association)

10. RESOURCE INVENTORY

A spill kit with a capacity of 240 litres will be located at the fuel tank area and will contain:

```
1 – 360 litre/79 gallon polyethylene drum
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4 – oil absorbent booms (5" X 10')

100 - oil absorbent sheets (16.5" X 20" X 3/8")

- 1 drain cover (36" X 36" X 1/16")
- 1 Caution tape (3" X 500')
- 1 1 lb plugging compound
- 2 pair Nitrile gloves
- 2 pair Safety goggles 2 pair Tyvek coveralls 1 instruction booklet
- 10 printed disposable bags (24" X 48") 1- shovel (in remote spill kit only)
- 1- plastic tarp

Shovels, water pump, plastic pails, garbage bags, extra absorbent pad, drip pans will be placed on the side of the wall at the main office and the kitchen. Fire extinguishers are available throughout the camp facility.

Drill Spill Kits with a capacity of 25 L will contain the following:

```
10 - Pads (17"x19"x2/8")
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- 3 -Socks (3"x4')
- 1 -Pair of Gloves
- 1 -Disposal Bags
- 1 -Warning Sign
- 1 -Literature (Inventory List, MSDS, Instructions)

11. HAZARDOUS MATERIAL INVENTORY

This following section lists for each hazardous substance present on the project area, health hazards, spill procedure and disposal procedures. For more detailed information, refer to the MSDS sheets.

11.1. DIESEL FUEL, JET-B, GASOLINE

DIESEL, JET-B AND GASOLINE ARE HIGHLY FLAMMABLE

11.1.1. GENERAL PRECAUTIONS

- Do not smoke
- Will be easily ignited by heat, sparks or flames
- Gasoline and Jet-B are more volatile than diesel
- Explosion hazard indoors, in confined spaces and outdoors
- Vapours may form explosive mixtures with air
- Vapours may travel to source of ignition and flash back
- Most vapours are heavier than air. They will spread along ground and collect in low or confined areas.
- Keep pump or electrical equipment far away, be very careful with metallic tools that could sparks on rocks, wait for vapours to dissipate
- Inhalation may cause central nervous effects
- Aspiration into lungs may cause pneumonitis which can be fatal
- Eye and skin irritation
- Prolonged exposure has caused cancers in laboratory animals

11.1.2. SPILL ON LAND

- Build a containment berm, downslope, using, peat, moss, and soil material, bags filled with sand
 or rocks and place a plastic tarp at the foot of the berm to pool the spill. Spill can be pumped if
 in a large amount
- Soak up spilled substance by using absorbent pads
- Excavate the surface soil if necessary. If large excavation is needed, first contact regulatory agencies for approval.
- Remove spill substance splashed on vegetation by applying a thin dusting of Spag-zorb or other ultra-dry absorbent.
- Dispose hydrocarbons, absorbent pad, contaminated soil and cleaning material in an empty drum, seal it and label it.
- On marshy zones, don't destroy vegetal cover, limit personnel and equipment. Remove pooled oil with absorbent pads and/or skimmer.

11.1.3. SPILL ON WATER

- Contain spill as close to release point as possible
- On small spill, deploy hydrophobic absorbent pads

- On larger spill and weather conditions permitting, use containment boom to limit fuel dispersion. Use a skimmer, pump or hydrophobic absorbent pads to remove fuel inside the boom.
- Dispose hydrocarbons, absorbent pad, contaminated soil and cleaning material in an empty drum, seal it and label it.

11.1.4. SPILL ON RIVERS AND STREAMS

- Prevent entry into water, if possible, by building a berm or trench.
- Intercept moving slicks in quiet areas using (absorbent) booms.
- Do not use absorbent booms/pads in fast currents and turbulent water.

11.1.5. SPILL ON ICE AND SNOW

- Build a containment berm of compacted snow around spill.
- If hydrocarbons are pooling on ice, pump large amount or use hydrophobic absorbent pads.
- Don't delay removing the spill as hydrocarbons could seep through cracks into the water.
- Scrape ice, shovel all contaminated snow in plastic buckets with lids or in drums. Dispose
 absorbent pads and other contaminated equipment in separated containers. Label and seal the
 containers.

11.1.6. SPILL DISPOSAL

• Contact Federal and Territorial regulatory agencies to identify appropriate disposal methods before disposing of contaminated material.

11.2. PROPANE

EXTREMELY FLAMMABLE

11.2.1. GENERAL PRECAUTIONS

- Do not smoke
- Cylinders may explode when heated
- Cylinders may rocket if ruptured
- Will be easily ignited by heat, sparks or flames
- Explosion hazard indoors, in confined spaces and outdoors
- Vapours may form explosive mixtures with air
- Vapours may travel to source of ignition and flash back
- Vapours from liquefied gas are initially heavier than air and spread along ground.
- Contact with gas or liquefied gas may cause burns, severe injuries and/or frostbite
- Keep pump or electrical equipment far away, be very careful with metallic tools that could sparks on rocks, wait for vapours to dissipate
- Liquid may cause frostbites and blisters
- Blurred vision if goes in the eyes
- Narcotic asphyxiation
- Dizziness, disorientation, excitation, headache, vomiting, unconsciousness if inhaled

11.2.2. SPILL ON LAND, WATER, ICE AND SNOW

- Eliminate all source of ignition
- Do not attempt to contain the propane release if not absolutely sure on what to do.
- Do not touch or walk through spilled material
- Stop leak if can be done without risk
- If possible, turn container so that gas escapes rather than liquid.
- Water spray can be used to knock down vapors but don't direct water at spill or source of leak
- Prevent spreading of vapors in confined areas
- If or when possible, confine spill with confinement berm. Throw absorbent pads into spill, retrieved them with gaffs or pitchforks.
- Small fire can be extinguished with dry chemical or CO₂.
- Dispose contaminated materials in a labelled drum.

11.2.3. SPILL DISPOSAL

 Contact Federal and Territorial regulatory agencies to identify appropriate disposal methods for defective equipment that resulted in the release.

11.3. MOTOR OIL, HYDRAULIC OIL, TRANSMISSION FLUID

11.3.1. GENERAL PRECAUTIONS

- Avoid breathing mists, may cause lung irritation
- On skin may cause mild irritation

11.3.2. SPILL ACTION

- Soak up with absorbent material
- Disposed contaminated soil and material in sealed and labelled container
- Small amount can be incinerated
- Large amount to be disposed as hazardous waste.

11.4. ANTIFREEZE

11.4.1. GENERAL PRECAUTIONS

- Respiratory irritation with prolonged exposure.
- Kidney, liver and bladder problems reported in animals

11.4.2. SPILL ON LAND

- Soak up by using absorbent pads
- Dispose antifreeze, absorbent pad, contaminated soil and cleaning material in an empty drum, seal it and label it.
- On marshy zones, don't destroy vegetal cover, limit personnel and equipment. If possible remove pooled antifreeze with absorbent pads.

11.4.3. SPILL ON RIVERS AND STREAMS

• Prevent entry into water, if possible, by building a berm or trench.

11.4.4. SPILL ON ICE AND SNOW

- Build a containment berm of compacted snow around spill.
- If pooling on ice, pump large amount or use absorbent pads.
- Don't delay removing the spill as it can seep through cracks into the water.
- Scrape ice, shovel all contaminated snow into plastic buckets with lids or in drums.
- Dispose absorbent pads and other contaminated equipment in separated containers. Label and seal the containers.

11.4.5. SPILL DISPOSAL

• Contact Federal and Territorial regulatory agencies to identify appropriate disposal methods before disposing of contaminated material.

11.5. BATTERY ACID

11.5.1. GENERAL PRECAUTIONS

- Fire and explosion hazard
- Can be extinguished with dry chemical fire extinguisher.
- Ventilate area
- Remove combustible materials
- Mist inhalation hazard when being charged or spilled
- Acid burns to skin and eyes irritation

11.5.2. SPILL ACTION

- Neutralize with soda or lime
- Dispose battery and neutralized contaminated material in a sealed and labelled container
- Dispose as an hazardous waste

11.6. POLY-DRILL DR-133

11.6.1. GENERAL PRECAUTIONS

May cause skin and eye irritation

11.6.2. SPILL ACTION

- Soak up with absorbent pad
- Dispose residue, contaminated soil and material in labelled containers. Solidify with sand.
- Small amount can be incinerated, otherwise dispose as hazardous waste.

11.7. 550-X POLYMER

11.7.1. GENERAL PRECAUTIONS

- Prolonged skin contact may cause irritation
- Possible eye irritation
- Ingestion may cause nausea, vomiting, cramps, diarrhea

1.1.1. SPILL ACTION

- Clean up spill with gloves.
- Scrape soil or surface and disposed in labelled containers
- Dispose as hazardous waste

12. APPENDIX – SPILL REPORT FORM



THIRD SUPPORT AGENCY



Canada NT-NU SPILL REPORT

NT-NU 24-HOUR SPILL REPORT LINE TEL: (867) 920-8130 FAY: (867) 873-6924

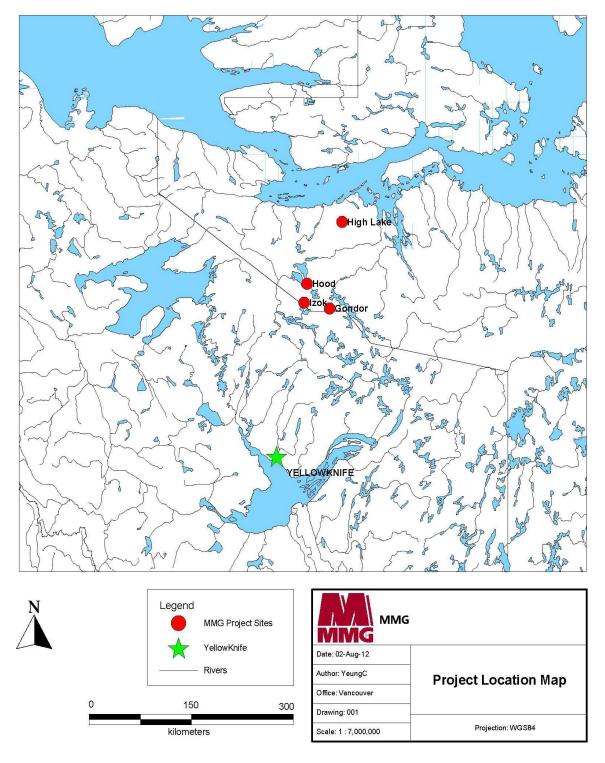
Orth Te	west erritories Nunavut	Curaca	OIL, GASOLINE, O	CHEMICALS	AND OTHE	R HAZARDOL	IS MATERIALS		EMAIL: spills@gov.nt.c	
٨	REPORT DATE: MONTH - DA	:MONTH – DAY – YEAR REPORT TIME ☐ ORIGINAL SPILL F		DEDODT	REPORT LINE USE ONLY					
A							OR ORIGINAL SPILL	neroni,	REPORT NUMBER	
В	OCCURRENCE DATE: MONTI	CURRENCE DATE: MONTH - DAY - YEAR		OCCURRENCE TIME		☐ UPDATE # TO THE ORIGINAL	SPILL REPORT	· —-—		
С	LAND USE PERMIT NUMBER	(IF APPLICABLE)		WATER LICENCE NUMBER (IF		R (IF APPLICABLE)		- M		
D	GEOGRAPHIC PLACE NAME	OR DISTANCE AND DIRE	CTION FROM NAMED	LOCATION	REGION	□ NUNAV	UT □ ADJACENT	JURISDICTIO	N OR OCEAN	
_	LATITUDE				LONGITUDE					
E	DEGREES	SECONDS	SECONDS DE		DEGREES MINUTES		3	SECONDS		
F	RESPONSIBLE PARTY OR VE	ESSEL NAME	RESPONSIBLE	RESPONSIBLE PARTY ADDRESS OR OFFICE LOCATION						
G	ANY CONTRACTOR INVOLVE	ED	CONTRACTOR	ADDRESS (OR OFFICE	LOCATION				
	PRODUCT SPILLED		QUANTITY IN L	ITRES, KILO	OGRAMS OF	CUBIC METR	ES U.N. NUMBER	U.N. NUMBER		
H	SECOND PRODUCT SPILLED	(IF APPLICABLE)	QUANTITY IN L	ITRES, KILO	OGRAMS OF	CUBIC METR	ES U.N. NUMBER	U.N. NUMBER		
1	SPILL SOURCE		SPILL CAUSE	SPILL CAUSE			AREA OF CON	AREA OF CONTAMINATION IN SQUARE METRES		
J	FACTORS AFFECTING SPILL	DESCRIBE ANY	DESCRIBE ANY ASSISTANCE REQUIRED			HAZARDS TO	HAZARDS TO PERSONS, PROPERTY OR ENVIRONMENT			
K										
L	REPORTED TO SPILL LINE B	Y POSITION	POSITION		PLOYER L		LOCATION CALLING	G FROM	TELEPHONE	
M	ANY ALTERNATE CONTACT POSITION		EMPLOY		R		ALTERNATE CONTACT		ALTERNATE TELEPHONE	
	1		REPORT LIN	NE USE ON	LY					
N	RECEIVED AT SPILL LINE BY	POSITION	376475 BO 1504 BO 9781	EMPLOYE	R		LOCATION CALLED)	REPORT LINE NUMBER	
IV		STATION OPERAT	OR	1			YELLOWKNIFE, NT		(867) 920-8130	
EAL	AGENCY DEC DCCG D	GNWT □GN □ILA □	INAC □ NEB □ TC	SIGNI	FICANCE [MINOR M	JOR UNKNOWN	FILE STA	TUS □ OPEN □ CLOSED	
AGE	NCY	CONTACT NAME		CONT	ACTTIME		REMARKS			
EAL	O AGENCY									
FIRS	T SUPPORT AGENCY									
SEC	OND SUPPORT AGENCY	PORT AGENCY								

PAGE 1 OF

13. APPENDIX - FIGURES

Figure 1 – Regional Overview Map

Project Location Map



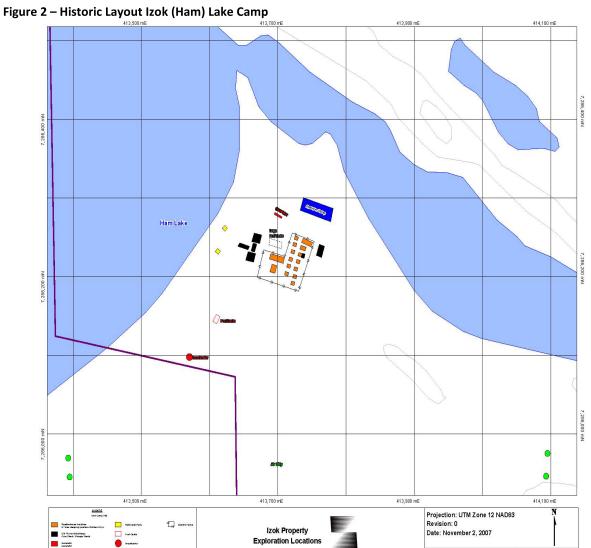




Figure 3 – Izok (Ham) Lake Camp site 2012 (pre-reclamation)

14. APPENDIX – MSDS SHEETS

2 Cycle Motor Oil
Antifreeze
Aviation Gas
Barimol Grease
Dexron

Diesel Fuel

Drill Rod Grease

Duratran Engine Oil

Fuel Oil – Gasoline

Fuel Oil – Jet B

Fuel Oil – Kerosene

Linseed Soap

Pellets CaCl

Poly Drill 1330

Poly Drill 133 x

Poly Drill OBX

Propane

Stove Oil

Transmission Fluid

Unleaded Gasoline

A complete set of MSDS information is kept in hardcopy on site. To be provided on request.

Appendix C Closure and Reclamation Plan

IZOK PROJECT 2-3



CLOSURE AND RECLAMATION PLAN EXPLORATION OPERATIONS IZOK/HOOD PROPERTY NUNAVUT, CANADA

August 2021

MMG Resources Inc.

PO Box 91460, STN West Vancouver, West Vancouver, BC V7V 3P1

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1.0 PREAMBLE

The Closure and Reclamation Plan applies to the Izok/Hood Projects – Ham Lake Camp, operated by MMG Resources Inc. in the Kitikmeot District of Nunavut, north latitude 65° 40′ and west longitude 112° 50′ (Figure 1). The Closure and Reclamation Plan was originally in place for seasonal exploration operations from 2013 to 2014. The project has been on care and maintenance since 2015 and as such all fuel and lubricants have now all been removed from site. This Closure and Reclamation Plan is to be revised at the re-commencement of exploration activities and/or at any time during operations. The revision date will be noted on the title page of the plan.

2.0 INTRODUCTION

This Closure and Reclamation Plan has been presented for use when the project area is re-activated with seasonal mineral exploration/drilling programs. When the project is in operation this plan is reviewed on an annual basis, and modifications or changes made as required.

This closure and reclamation plan has been prepared as a document for the Ham Lake Camp, and for drilling/exploration programs to be carried out within the surrounding area including the Point Lake-Itchen Lake volcanic belt and the Takiyuak greenstone belt. The Ham Lake Camp is located 265 km south of Kugluktuk and 360 km north of Yellowknife and is only accessible by air. It is serviced year-round by a 2800' gravel air strip and seasonally by a 4500' ice air strip for Hercules operations in the early Spring. The camp will support a population of up to 40 people in "weatherhaven" style tents, and is open for operations between March and October annually

The plan has been developed keeping in mind that reclamation activities at MMG sites are ongoing during each field season, with progressive actions undertaken during the course of daily camp management.

The purpose of the plan is to ensure that operational activities minimize any negative impact to the environment and, as much as possible, facilitate the return of those natural conditions that pre-existed the project operation.

3.0 SCHEDULE

The Ham Lake site is normally opened in March or early April by a skeleton crew who spend several weeks snow-ploughing an ice air strip on Iznogoudh Lake to facilitate the landing of Hercules aircraft and support the annual re-supply of the camp. Fuel is brought in drum form, in quantities determined by the programmed activities of any given field season. Diesel for the operation of camp generators, diamond drills, and heavy equipment and Jet fuel (Jet B) for the operation of helicopters make up most of the airlift. The annual construction of the air strip normally takes a week to ten days, depending on ice conditions and temperatures. The seasonal shutdown of the camp normally happens in early to mid-September and takes roughly a week to complete. This plan will be applied by the site personnel under the supervision of the field supervisor or camp manager.

The below table reflects a typical field season and the activities associated with mineral exploration that take place over the course of the seven-month period.

MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER
Site opens, ice airstrip constructed and heavy airlift initiated	Heavy airlift operations normally finish end of April. Ice (lake) drilling and geophysical programs start.	ice (lake) drilling finishes end of May.	Environmental programs begin. Drilling on land continues. Prospecting, mapping and geophysics.	Environmental work. Drilling on land continues. Prospecting, mapping and geophysics.	Environmental work. Drilling on land continues. Prospecting, mapping and geophysics.	Drilling activity finishes. Environmental work finishes. Shut down activities. Camp closure mid- September

4.0 SITE INFRASTRUCTURE

The Ham Lake camp is located on the South and East Shores of Ham Lake. The site was originally established by Inmet Mining Corporation (Inmet) in the early 1980s. A fuel farm and ATCO trailer camp are legacy structures that are associated with this period and are no longer in use. When in full operation the present camp location can include accommodations for 50, a kitchen, an office, core logging and storage facilities, 2 shops, and fuel storage facilities and is served by a 2,800-foot-long gravel air strip. A short gravel access road connects the airstrip to the camp.

Upon activation for use as a mineral exploration operation, the Ham Lake camp site typically has the following infrastructure in place:

MMG Camp Equipment/Facilities

- 1 diesel fired forced air dual chamber incinerator
- 1 10' x 44' Generator Building

- 2 Cummins 175 kW diesel generators
- 1 30 kW Cummins diesel generator (back up emergency plant)
- 1 Steel garage 20' x 24'
- 1 Wood frame workshop
- 1 Wood frame, steel clad core storage warehouses
- 1 Wood frame, aluminium clad 12' x 36' skidded core shack
- 1 14' x 16' wood frame, plywood clad storage shed
- 10 14' x 16' Weatherhaven style accommodation tents
- 1 20' x 60' Weatherhaven style accommodation tent
- 3 14' x 32' Weatherhaven style "dry" facilities
- 1 20' x 40' Weatherhaven style kitchen facility
- 1 16' x 32' Weatherhaven style office tent
- 2 14' x 16' wood frame, canvas tents

Fuel Tanks

5 – 11,000 L. portable (skid mounted) double walled steel fuel tanks

Mobile Equipment

- 1 Caterpillar D-6 Bulldozer (inoperative)
- 1 Komatsu 250W Loader
- 1 Champion Motor Grader
- 1 Fuel trailer
- 1 Cat 140G Motor Grader (inoperative)
- 3 Ford F-350 pickup trucks
- 1 Cat 930 Loader
- 18 Snowmobiles (various models)
- 1 Bobcat
- 1 JBC ZoomBoom (inoperative)

Waste Management – Ham Lake

Human and kitchen food waste as well as packaging that falls within Environment Canada's definition of "combustible material" (untreated wood and paper products) is burned onsite in a diesel fired, dual chamber, forced air incinerator.

Wastes of all types that are removed from site are handled in Yellowknife by KBL Environmental Ltd. who provides MMG with disposal services. Waste that cannot be handled in Yellowknife due to its nature is transported to a facility in Edmonton.

The catering company provides MMG with shipping manifests that serve to document chain of custody, as well as final disposal certificates for all of the waste products that they handle.

This Closure and Reclamation Plan is designed to be extended to drilling operations that can be carried out at some distance from the Ham Lake camp. The HOOD occurrence is located approximately 50km north of the Ham Lake site (Figure 1). Drilling operations for this area can be supported by helicopter based at Ham Lake. The historic Inmet site situated on the HOOD lease can be used as a core storage and

logging facility, as well as a location for temporary storage of fuel to be used during a drill program. In 2019 the HOOD site underwent reclamation. A summary of remaining structures can be provided pending a site visit in August 2021.

5.0 SEASONAL CLOSURE AND RECLAMATION PLAN

5.1. BUILDINGS AND CONTENT

All equipment will be stored inside the wooden buildings to ensure they will withstand the winter season. Canvas tents will be secured and braced internally to ensure they will withstand snow and wind loads. Tarps over tents are inspected and replaced on a seasonal basis. Tent doors will be wired shut or secured with screws. Wood structures will be secured with nailed plywood over windows and doors to prevent inadvertent opening. Snowmobiles and other smaller mobile equipment will be stored under cover inside the garage of the shop building.

5.2. WATER SYSTEM

Pump, tanks and hoses will be drained and dismantled. Rented equipment will be flown out to owner. Hoses will be rolled and stored in the tents over the winter.

5.3. ELECTRICAL SYSTEM

The generator shed will be inspected for remaining hazardous waste (oil, grease) and will be drained of its fuel. Remaining waste fuel and oil will be collected in the containers labeled for that usage and used through the summer. These containers will be sealed and removed from site for proper handling and disposal in Yellowknife (at KBL Environmental 867-873-5263). The generator will be winterized and prepared for start up in spring. The soil surrounding the generator shed will be inspected for contamination. Any contaminated soil will be collected as outlined in site spill plan and removed from site for proper disposal (at KBL Environmental). Electrical wires, plugs and sockets will be stored in the kitchen.

5.4. FUEL AND CHEMICAL STORAGE FACILITIES

An inventory of remaining fuel will be conducted, and full drums will be inspected and secured for the winter. Empty drums will be flown out to source. Secondary containment berms will be inspected, and any damage repaired prior to departure from site. Empty propane cylinders will be flown out to source. Chemical stored on site will consists of drill additives, oil, grease and household cleaners. All drill additives

will be stored in or by the drill foreman shed and secured for the winter. Household cleaners will be stored in the kitchen. Empty containers will be disposed of with regular garbage if deemed safe for onsite incineration. The soil of the areas will be inspected for contamination. Any contaminated soil will be collected as outlined in site spill plan and removed from site for proper disposal (at KBL Environmental).

5.5. WASTE FACILITY AND INCINERATOR

The site has a forced air, diesel fired incinerator that is used on a daily basis to dispose of burnable domestic and industrial waste products. Once the camp is dismantled, and remaining buildings secured, all remaining combustible waste stored at this site will either be burned or flown out to Yellowknife for disposal depending on the type of waste (to either the City of Yellowknife Solid Waste Facility or KBL Environmental). The incinerator will be cleaned and winterized. The soil surrounding will be inspected for contamination. Any contaminated soil will be collected as outlined in site spill plan and removed from site for proper disposal (at KBL Environmental).

5.6. GREYWATER SUMP

The greywater sump will be cleaned out, grease trap emptied, and wood cover will be secured for winter. Material collected will be appropriately packaged for transport to Yellowknife for disposal (at KBL Environmental).

5.7. BLACKWATER SUMP

The camp toilets are "pacto" style toilets where waste is collected in a plastic bag lined container. The bags are collected and burned daily in the forced air incinerator located onsite. Pactos will be cleaned and the buildings sealed for winter.

5.8. HELICOPTER PAD

The helicopter pad consists of a wooden platform built of a 2x4 base with plywood cover. Soil around the helicopter pad will be inspected for contamination. Any contaminated soil will be collected as outlined in site spill plan and removed from site for proper disposal (at KBL Environmental).

5.9. CAMP SITE

Areas showing evidence of impact from foot traffic will be covered with a layer of peat moss and lightly fertilized to promote natural growth. Soil contaminated by hydrocarbons and unnoticed before closure

will be collected as outlined in site spill plan and removed from site for proper disposal (at KBL Environmental). Drill core to be left on site will be properly stored and secured in cross stacked piles or wooden cores racks.

5.10. TUNDRA AIRSTRIP

The tundra airstrip will be marked by anchored cones to designate safe taxiway for off-strip aircraft. This will be left in place for safe operation of mobilization flights in subsequent field seasons.

5.11. HEAVY EQUIPMENT

Heavy equipment will be parked in an open area, and in an orientation that reduces the accumulation of drifting snow and resulting snow load. Their position will be flagged. Canvas and plastic tarps will be secured over the cabs and engine compartments of the equipment and vehicles. Air intakes and exhausts will be sealed off. Absorbent spill matting will be secured to the underside of engine compartments as a preventative measure. The bobcat and Komatsu Loader will be parked inside the sheet metal clad shop building

5.12. VEHICLES

Pickup trucks will be parked in an open area, and in an orientation that reduces the accumulation of drifting snow and resulting snow load. Their position will be flagged. Canvas tarps will be secured over the cabs and engine compartments of the vehicles. Air intakes and exhausts will be sealed off.

Absorbent spill matting will be secured to the underside of engine compartments as a preventative measure. Snowmobiles will be parked within the wooden shop building.

5.13. DRILLING AREAS RESTORATION

The drill will be dismantled into its main components as per the drilling contractor procedure, packaged and secured along with its ancillary equipment and rods. The drill will be left on solid ground until next season. All drill sites will be inspected for soil contamination. Any contaminated soil will be collected as outlined in site spill plan and removed from site for proper disposal. Any remaining waste will be taken to camp to be burned and/or flown out to Yellowknife for disposal depending on the type of waste (to either the City of Yellowknife Solid Waste Facility or KBL Environmental). Sumps will be filled and levelled. As much as possible, drill sites will be restored immediately after the drill has been moved to the next site and sumps have drained enough to be levelled.

5.14. DOCUMENTATION

Equipment and buildings left on site will be inventoried. Before and after photos will be taken of all camp and drill sites. Monitoring will be done during occupancy and photos taken. Once the site secured for the winter, it will again be documented with photos.

6.0 FINAL CLOSURE AND RECLAMATION PLAN

6.1. BUILDINGS AND CONTENT

Reusable equipment including tents, tent metal frames, stoves, foam rubber mats, the kitchen stoves, refrigerators and other appliances and equipment, showers, hot water tank, and other portable components will be packaged and flown out from project site to Yellowknife. The Inmet trailers and fuel farm will be transported either by cat train or winter road to Lupin or to Yellowknife for dismantling and disposal. The wood framed buildings will be dismantled, and all hardware and fasteners removed from lumber. Lumber of usable dimension will be separated from scrap. All lumber will be either transported by cat train or winter road, or air-lifted back to Yellowknife for proper disposal. All other materials resulting from the dismantling of on-site structures will be packaged and transported to Yellowknife for disposal either by air or ground. Combustible materials as defined by Environment Canada that are of a size dimension that can be accommodated by the camp incinerator will be disposed of on-site by combustion. Only paper products, paperboard packing and untreated wood wastes shall be designated for open burning when they can't be accommodated by the camp incinerator. Open burning will be conducted if possible on a bedrock or other surface intended to minimize scorching of the tundra. Open burning will only be conducted when permits are obtained where required.

6.2. WATER SYSTEM

Pump, tanks and hoses will be drained, dismantled, packaged and transported to Yellowknife. The wooden pump shack built to protect the pump will be burned or flown out to Yellowknife for disposal. Only paper products, paperboard packing and untreated wood wastes shall be designated for open burning Open burning will be conducted on a surface intended to minimize scorching of the tundra. Open burning will only be conducted when permits are obtained where required.

6.3. ELECTRICAL SYSTEM

The generator shed will be inspected for remaining hazardous waste (oil, grease) and will be drained of its fuel. Remaining waste fuel and oil will be collected, sealed in containers and flown out to Yellowknife for disposal (KBL Environmental). The shed will be dismantled and burned or flown out to Yellowknife for disposal. The soil will be inspected for contamination and any contaminated soil will be collected as outlined in site spill plan and removed from site for proper disposal. Electrical wires, sockets, etc. will be taken down and returned with camp material to Yellowknife. Only paper products, paperboard packing and untreated wood wastes shall be designated for open burning. Open burning will be conducted on a surface intended to minimize scorching of the tundra. Open burning will only be conducted when permits are obtained where required.

6.4. FUEL AND CHEMICAL STORAGE FACILITIES

Fuel inventory will be managed to retain only a minimum quantity of fuel on site prior to site closure activities taking place. Upon full closure and reclamation of the site, any remaining fuel will be pumped from the large tank(s) in to drums and transported to Yellowknife from site for storage and future use. The large fuel tanks and smaller containers such as drums and day tanks will be either dismantled for disposal and removed from site or removed from site and sold. Propane cylinders equally will be removed from site and returned to Superior Propane in Yellowknife.

Chemicals stored on site will consist of any remaining drill additives, oil, grease and household cleaners. Drilling fluids will be properly contained for transport back to Yellowknife and either returned to Major Drilling or disposed of in the Edmonton facility by KBL. Household cleaners will be properly contained, packaged for transport and upon arrival in Yellowknife either disposed of by KBL or stored for future use.

6.5. Waste Facility And Incinerator

Once the camp is entirely dismantled, all remaining combustible waste stored at this site will be burned or flown out to Yellowknife for disposal. The incinerator will be dismantled. Reusable parts will be returned to Yellowknife and the waste discarded (to either the City of Yellowknife Solid Waste Facility or KBL Environmental). Only paper products, paperboard packing, and untreated wood wastes shall be designated for open burning. Open burning will be conducted on a surface intended to minimize scorching of the tundra. Open burning will only be conducted when permits are obtained where required.

6.6. GREYWATER SUMP

The kitchen-dry greywater sump will be inspected, and the grease trap emptied. This collected material will be sealed in a drum for transport to Yellowknife and proper disposal. The sump will be filled in and levelled. If determined appropriate, peat moss will be scattered over the surface.

6.7. BLACKWATER SUMP

Not Applicable. Human waste is collected and incinerated in a forced air diesel fired incinerator. If an outhouse was in use it would be limed and backfilled. Although not historically employed, a blackwater sump would be limed and backfilled.

6.8. HELICOPTER PAD

Soil around the helicopter pad will be inspected for contamination. The wood will be burned or flown out to Yellowknife for disposal (to either the City of Yellowknife Solid Waste Facility or KBL Environmental). Only paper products, paperboard packing, and untreated wood wastes shall be designated for open burning. Open burning will be conducted in designated burn barrels in order to avoid scorching of the tundra. Open burning will only be conducted when permits are obtained where required.

6.9. CAMP SITE

The camp site will undergo a final inspection. Areas showing evidence of disturbance from foot and vehicle traffic will be re-contoured, covered with a layer of peat moss and lightly fertilized to promote natural growth of indigenous plant species. Drill core, if to be left on site will be properly stored and secured. If drill core is to be removed it will be packaged and transported to Yellowknife for storage.

6.10. TUNDRA AIRSTRIP

All markers designating the Tundra airstrip will be removed and all effects of aircraft landings will be removed, restoring the area to its natural state.

6.11. HEAVY EQUIPMENT AND VEHICLES

Heavy equipment and vehicles currently on-site will be either dismantled for airlift removal back to Yellowknife or transported by cat train or ice road on trucks. Once back in Yellowknife they will either be stored for future use or sold at auction.

6.12. Drilling Areas restoration

The drill will be dismantled into its main components as per the drilling contractor procedure, packaged and secured along with its ancillary equipment and rods. The drill will be flown out to a location designated by the drilling contractor. Any disturbed areas will be re-contoured. All drill sites will be inspected for soil contamination and any contaminated soil will be collected as outlined in site spill plan and removed from site for proper disposal. Drill casing, if visible, will be cut off at ground level and capped in an appropriate manner. Any remaining waste will be taken to camp to be burned if possible or to be flown out to an approved municipal discharge. Greywater and sludge sumps will be filled and levelled. As much as possible, drill sites will be restored immediately after the drill has been moved to the next site and sumps have drained enough to be levelled.

6.13. DOCUMENTATION AND INSPECTION

Photos of camp and drill sites prior to building or drilling will be taken. Monitoring will be done during occupancy and photos taken. Once the site restored, it will again be documented with photos. Soil contaminated by hydrocarbons and unnoticed before abandonment will be treated as per the spill contingency plan. A final site inspection with community representatives, Land Use Inspector and in collaboration with NWB staff will be organized by the permit holder.

6.14. APPENDIX – FIGURES

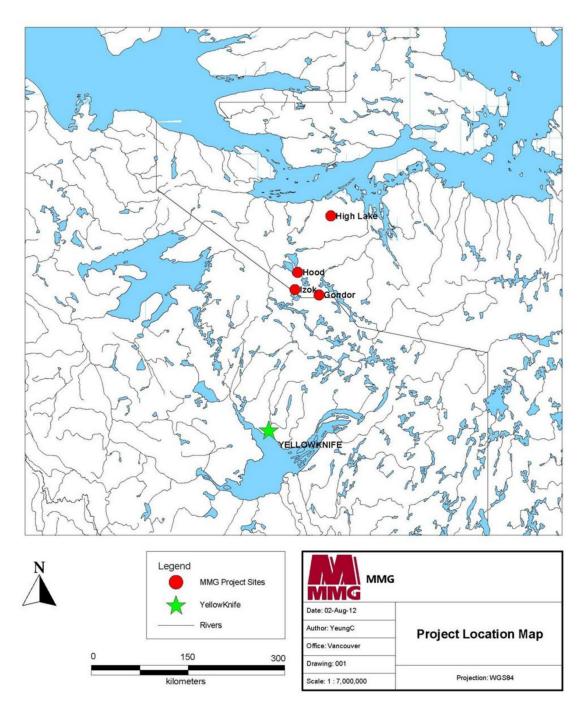


Figure 1. Location Map