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Nunavut Regional Office
P.O. Box 100
Iqaluit, NU, X0A 0H0

Your file - Votre référence

2BE-IZO

Our file - Notre référence

9999-5

August 3rd, 2006

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

**Re: Wolfden Resources Inc. - Izok and Hood Properties -
Water Licence Application - 2BE-IZO**

On behalf of the Department of Indian Affairs and Northern Development (DIAND), I have reviewed the Water Licence Application Form and supporting documents submitted by Wolfden Resources Inc. with respect to the Izok and Hood Properties.

Water Licence Application Form

Although the Spill Contingency Plan (SCP) and Abandonment and Restoration Plan (A&R) mention the Gondor Project, the Water Licence Application Form does not mention the Gondor Project. Therefore, SCP and A&R Plans for the Gondor project will need to be resubmitted along with a Water Licence Application Form should the proponent intend to carry out work on the Gondor Project.

Exploration /Remote Camp Supplementary Information Request

The existing camp is located at the southern end of Ham Lake on its southwestern shore. Any expansion to the existing camp should require the proponent to observe the following two conditions. First, camps will be located such as to minimize impacts on surface drainage. Second, all activities shall be conducted in such a way as to minimize impacts on surface drainage and the Licensee shall immediately undertake any corrective measures in the event of any impacts on surface drainage.

Spill Contingency Plan

DIAND has observed the one litre threshold set by the proponent in Section 5.0, Response Organization and Section 6.0, Spill Response Team. However, DIAND requests that all spills, regardless of size, should be reported to the Project Manager. Further to this, any spill into water or onto ice should be reported to the Project Manager. The Project Manager should then determine if further reporting is required. Section 8.0, Reporting, of the Spill Contingency Plan (SCP) states the proponent will fill out the NWT Spill Report Form NWT1752/0202. This should be amended to read,

Canada

the proponent will fill out the Nunavut Spill Report Form. This document is available on the Nunavut Water Board's ftp site.

The proponent should updated their SCP to include Mr. Peter Kusugak, (867) 975-4295 as the DIAND contact within Nunavut.

Site Abandonment and Resortaion Plans

With respect to any structure that will be burned upon site closure, DIAND recommends that the proponent locate the burn site a minimum of 30 meters from the ordinary high water mark of the nearest water bodies. Additionally, the proponent should rake the burn site to remove any non-combustible materials and scarify all remaining friable material to encourage the growth of vegetation.

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4548 or by email at BathoryS@ainc-ianc.gc.ca.

Sincerely,

Original Signed By

Stephen Bathory
Regional Coordinator