



March 19, 2015

VIA EMAIL & MAIL

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

Dear Ms. Beaulieu:

Re: Kiggavik Licence 2BE-KIG1318 – Amendment Application and Water Use Fees

AREVA Resources Canada Inc. (AREVA) is requesting amendment of Nunavut Water Board (NWB) Licence No. 2BE-KIG1318 to clarify between "Kiggavik lease" and "Kiggavik Project". The current scope of the licence includes both the St. Tropez claims and Kiggavik leases; however, the St. Tropez claims are incorrectly identified as part of the Kiggavik lease. This amendment request is for clarification regarding the Kiggavik leases and St. Tropez claims, which are more accurately termed collectively as the Kiggavik Project. It is AREVA's opinion that the proposed amendment does not change the scope of the current licence.

AREVA primarily conducts exploration drilling throughout the Kiggavik lease; however, exploration in the St. Tropez area is also proposed for the 2015 season. The St. Tropez area is wholly owned and operated by AREVA and is composed of 18 mineral claims which will soon be converted to mineral leases. Operations for the Kiggavik Project will continue to be based out of the Kiggavik Camp for both areas. To maintain compliance for the upcoming season, AREVA requests that both the Background section and Part F be revised to reference the Kiggavik Project to adequately refer to the Kiggavik and St. Tropez areas collectively. AREVA suggests revision to update the current text to replace "Kiggavik Lease" with "Kiggavik Project" with potential revisions provided for your consideration as follows:

AREVA Resources Canada Inc.

P.O. Box 8204 – 817 – 45th Street West – Saskatoon, SK S7K 3X5 – CANADA
Tel: 1 (308) 343-4500 – Fax: 1 (308) 653-3883 – Web Site: www.areva.ca

Background

Current Text:

"The Kiggavik Project is a uranium surface exploration project located approximately 80 kilometres west of the Hamlet of Baker Lake. The project consists of the Kiggavik lease, which contains the Kiggavik site to the north and the Sissions site to the south, as well as the St. Tropez claim, located to the north of the Kiggavik site."

Potential Revision:

"The Kiggavik Project is a uranium surface exploration project located approximately 80 kilometres west of the Hamlet of Baker Lake. The project consists of the Kiggavik mineral leases as well as the St. Tropez claims, which will be converted to mineral leases in 2015."

PART F Items 6 and 11:

Current text:

"6. The Licensee is permitted to drill under low flow artesian conditions within all areas encompassed by the Kiggavik Lease provided that appropriate measures are implemented to prevent induced contamination of groundwater or salinization of surface water and that the Licensee adheres to the following..."

"11. If artesian flow is encountered in areas other than the Kiggavik Lease, drill holes shall be immediately sealed and permanently capped to prevent induced contamination of groundwater or salinization of surface waters. The Licensee shall report all artesian flow occurrences within the Annual Report required by Part B Item 2, including the location (GPS coordinates) and dates."

Potential Revision:

"6. The Licensee is permitted to drill under low flow artesian conditions within all areas encompassed by the Kiggavik Project provided that appropriate measures are implemented to prevent induced contamination of groundwater or salinization of surface water and that the Licensee adheres to the following..."

"11. If artesian flow is encountered in areas other than the Kiggavik Project, drill holes shall be immediately sealed and permanently capped to prevent induced contamination of groundwater or salinization of surface waters. The Licensee shall report all artesian flow occurrences within the Annual Report required by Part B Item 2, including the location (GPS coordinates) and dates."

To support this amendment request, please find enclosed, the Application for Water Licence Amendment, Amendment Summary, and the associated application fee. Available on request, the following Management Plans provided with the annual report submission on January 29, 2015 also support this application.

- Abandonment and Restoration Plan V5
- Noise Abatement Plan V4
- Radiation Protection Plan V6R3
- Spill Contingency Plan V7R3
- Uranium Exploration Plan V4
- Waste Management Plan V6
- Wildlife Monitoring and Mitigation Plan V5R4

As the amendment request does not include a change to the quantity of licensed water use, the water use fees, which are due on April 25, 2015 for the upcoming year, have been included with this application for convenience. You will find enclosed, the water use fees for Licence No. 2BE-KIG1318 payable to the Receiver General for Canada in the amount of \$1,091.35 combined with the application fee of \$30 for a total of \$1,121.35.

AREVA believes the amendment request remains consistent with the activities previously considered within the original Nunavut Planning Commission (NPC) conformity determination dated December 15, 2006 and the Nunavut Impact Review Board (NIRB) screening decision dated April 3, 2007 with additional terms and conditions dated August 30, 2007. Please note that a copy of this amendment application has been forwarded to the NPC and the NIRB to determine whether the amendment request requires a NPC conformity determination and/or a NIRB screening decision. Should you have any questions or require additional information, please do not hesitate to contact myself at 306-343-4035, Naomi.Stumborg@areva.ca, or John Robbins at 306-343-4513, John.Robbins@areva.ca.

Regards,

A handwritten signature in blue ink, appearing to read 'Naomi Stumborg'.

Naomi Stumborg
Exploration SHEQ Supervisor

Enclosures: Amendment application form
 Amendment Summary – English/Inuktitut
 Original NPC conformity determination

Original NIRB screening decision
Project maps
Cheque for Application Fee and Water Use Fees

cc: Sean Joseph – Nunavut Water Board
 Robin Ikkutisluk – Nunavut Water Board
 Brian Aglukark - Nunavut Planning Commission
 Tara Arko - Nunavut Impact Review Board
 Ryan Barry – Nunavut Impact Review Board