



VIA COURIER

May 30, 2008

Helen Yeh
Coordinator, Environmental Assessment
Department of Environment
Government of Nunavut
PO Box 1000, Stn 1360
Iqaluit, Nu X0A 1H0

Dear Ms Yeh:

Re: 2BE-KIG0708/AREVA Resources Canada Inc./Kiggavik Project/Response to Comments made on Type B Licence Renewal Application

On behalf of AREVA Resources Canada Inc (AREVA's), I have reviewed the comments submitted by yourself to the Nunavut Water Board on February 18, 2008 regarding the above mentioned Type B licence renewal application. The following are AREVA's responses to your comments and concerns, by item number as identified in your letter:

1. Spill Contingency Planning

We have reviewed your recommendations and the Spill Contingency Plan will be reviewed and updated to incorporate all applicable comments, made by all reviewers; the final version will be re-submitted.

2. Waste Management

Hydrocarbon Contaminated Soil and Treatment

Page 20 of the Spill Contingency Plan indicates that hydrocarbon contaminated soil from a large spill will potentially be treated on site. However, the proponent has not provided further information about location, treatment methodology, monitoring and remediation standards in the spill plan or waste management plan...

AREVA will reference the documents referred to in your comment and revise the Plans as required. For the time being, if a large spill was to occur at the project site, it is the sites personnel's objectives

to control and contain the spill; cleaning up the material that they are able to. Further clean-up and remediation will occur in consultation with third parties, including qualified responders, consultants and regulators

Incinerator

The use of the single chamber incinerator has been approved by appropriate regulators, however your comment is valid regarding the expansion of the camp and the adequacy of the incinerator will be investigated.

3. Abandonment and Restoration Plan

- *Drilling additives used should be non-toxic and biodegradable, and be accompanied by MSDS sheets. Sumps for drill cuttings should be used for inert drill cuttings, not any other materials or substances*
- *Sumps and drill holes should be properly closed out to match the surrounding landscape and to encourage re-vegetation*
- *In general, drill holes should be sealed by cementing the upper 30 meters of the bedrock or the entire depth of the holes; whichever is less*
- *Drill holes that encounter uranium mineralization with a content greater than 1.0% over a length of more than 1 meter with a meter-percent concentration greater than 5% should be sealed by cementing over the entire mineralization zone; this should be at least 10 meters above and below each mineralization zone*

The above comments are or will be addressed in the Abandonment and Restoration Plan.

Yours truly,

A handwritten signature in blue ink, appearing to read 'T. Hessdorfer'.

Tina Hessdorfer, B.Sc
Regulatory Coordinator
Regulatory and Legal Affairs
AREVA Resources Canada Inc
Tel: (306) 343-4525
tina.hessdorfer@areva.ca
AREVA Group