



Water Resources Division
Nunavut Regional Office
Iqaluit, NU
X0A 0H0

NWB File: 2BE-MAL----
CIDMS #: 451700

MAR 11, 2011

**Re: 2BE-MAL---- – New Water License Application – Mallory Project –
Kivalliq Region - Uranium North Resources Corp.**

Please be advised that Indian and Northern Affairs Canada (INAC) have completed a review of the new application for water use 2BE-MAL---- prepared by Uranium North Resources Corp. The Nunavut Water Board (NWB) circulated the new application for comments on February 17, 2011. All documents related to the application posted on the NWB ftp site under 2BE-MAL---- were included in my review (See attached Technical Review Memo).

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4282 or by email at Ian.Parsons@inac.gc.ca.

Sincerely,

Original signed by

Ian Parsons
Regional Coordinator

Cc. Jim Rogers, Manager of Water Resources – Indian and Northern Affairs
Canada, Nunavut Regional Office
Peter Kusugak, Manager of Field Operations – Indian and Northern Affairs
Canada, Nunavut Regional Office



Technical Review Memorandum

To: Phyllis Beaulieu – Manager of Licensing, Nunavut Water Board

From: Ian Parsons – Regional Coordinator, Indian & Northern Affairs Canada.

**Re: 2BE-MAL---- – New Water License Application – Mallory Project –
Kivalliq Region - Uranium North Resources Corp.**

Background

The Mallory Project is located on Mallory Lake 135 km southwest of Baker Lake. The site will consist of four accommodation tents, a kitchen tent, a core tent, a dry tent, a first aid tent, an office tent, a generator shack and an outhouse. The site will be accessed by float plane and/or helicopter during the working season and will be able to accommodate 12-20 people during the working season.

Recommendations/Comments

After reviewing the new application for water use 2BE-MAL---- from Uranium North Resources Corp. INAC would like to state that the application is well done.

However, INAC does have a few comments that need to be addressed and clarified.

Application

INAC reminds the applicant to forward all outstanding land use determinations and approvals that are pending (i.e., Nunavut Planning Commission (NPC) determinations and Crown land Approvals) to the NWB.

INAC reminds the applicant that written approval from any and all approved/authorized waste handling facilities within Nunavut should be provided to the NWB prior to the depositing any waste at those facilities.

INAC recommends that the applicant, once a determination has been made as to where the camp will be constructed; forward the location (coordinates) of the camp to the NWB.



INAC also recommends that the applicant forward, to the NWB when determined, all locations of water sources to be used with drilling activities.

Comment [W.1]: Bon

INAC reminds the applicant that the burning of camp waste/garbage is only permitted in an approved incinerator and that open burning of any kind is not permitted without Board approval.

Spill Plan

INAC recommends when Uranium North Resources Corp. knows who will be their on-site representative, that the contact information for the representative be submitted to the NWB and be included in an updated Spill Plan.

Comment [W.2]: bon

INAC notes that the correct contact information for INAC in the Spill Plan should be stated as follows: Peter Kusugak – INAC Manager of Field Operations, phone: 867-975-4295, fax 867 975-6445.

Abandonment and Restoration Plan

INAC reminds the applicant that open burning of any kind is not permitted without Board approval.

INAC recommends the applicant, if they wish, can apply for an open burn permit from the NWB at the appropriate time.

INAC recommends that the applicant provide, to the NWB, the above referenced outstanding information pertaining to the application.

Cc. Jim Rogers, Manager of Water Resources – Indian and Northern Affairs
Canada, Nunavut Regional Office
Peter Kusugak, Manager of Field Operations – Indian and Northern Affairs
Canada, Nunavut Regional Office