

**Water Licence 2BE-MEP0813
2010 Annual Report**

**Agnico-Eagle Mines Limited, Exploration division
C.P. 87
765, chemin de la mine Goldex
Val-d'Or, Québec, J9P 4N9**

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B 2. The Licensee shall file an Annual Report on the appurtenant undertaking with the Board no later than March 31st of the year following the calendar year being reported which shall contain the following information:

- a. A summary report of water use and waste disposal activities;

The camp was inactive in 2010 and there was no disposal of waste. No drilling was done on the group of claims and the camp is being decommissioned.

- b. A list of unauthorized discharges and a summary of follow-up actions taken;

There were no unauthorized discharges.

- c. An up-to-date copy of the Spill Contingency Plan, including contact information;

The "*MGP Spill Plan – November 2010*" can be found on the NWB public registry. It was last updated in November 2010 with contact information of some government agencies corrected.

- d. A description of all progressive and or final reclamation work undertaken, including photographic records of site conditions before, during and after completion of operations;

Reclamation of the Meliadine East Camp on Atulik Lake continues with the following having taken place:

- Spring 2010 – Fuel and some tents – overland transport to the Meliadine camp,
- Summer 2010 – Preparation of materials for winter backhaul, camp clean-up, instabermes and remaining fuel flown back to the Meliadine camp,

What is planned for the winter of 2010 – 2011 and this coming summer are the following:

- Winter 2011 – demobilization of prepared materials, and
- Summer 2011 – Final clean-up and submission of Final Plan.

- e. A summary of all information requested and results of the Monitoring Program; and

There were no requests for information.

- f. Any other details on water use or waste disposal requested by the Board by November 1 of the year being reported.

There were no requests received from the Water Board by November 1.

F 3. If artesian flow is encountered, 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, including the location (GPS coordinates) and dates.

There was no drilling activity during 2010.

F 4. Where drilling activity has penetrated below the permafrost layer, the NWB requests that the proponent record the depth of permafrost and location of the drill hole to be included within the Annual Report.

There was no drilling activity during 2010.

H 3. The Licensee shall review the Spill Contingency Plan referred to in this Part as required by changes in operation and/or technology and modify the Plan accordingly. Revisions to the Plan are to be submitted in the form of an Addendum to be included with the Annual Report.

The MGP Spill Plan - November 2010 was updated to include new contact information. It can be found on the NWB public registry.

I 3. The Licensee shall review the Abandonment and Restoration Plan referred to in this Part as required by changes in operation and/or technology and modify the Plan accordingly. Revisions to the Plan are to be submitted in the form of an Addendum to be included with the Annual Report.

Please refer to B2 (d) above

J 1. The Licensee shall measure and record, in cubic metres, the daily quantities of water utilized for camp, drilling and other purposes.

The camp and drilling activities are presently limited to 30 m³/day. On October 24th, 2010, an amendment requesting the allowable water be increased to 299 m³/day was sent to the NWB.

J 2. The Licensee shall provide the GPS co-ordinates (in degrees, minutes and seconds of latitude and longitude) of all locations where sources of water are utilized for all purposes.

Latitude: 62°57'36"N; Longitude: 91°55'12"W

J 3. The Licensee shall determine the GPS co-ordinates (in degrees, minutes and seconds of latitude and longitude) of all locations where wastes associated with camp operations and drilling operations are deposited.

Latitude: 62°58'48"N; Longitude: 91°54'51"W