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# ABANDONMENT AND RECLAMATION PLAN MIP PROJECT

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Effective: April 2006 - April 2008

#### INTRODUCTION

The following plan applies to exploration activities undertaken on the properties comprising the MIP Project located on Baffin Island, Nunavut, which is recorded in the name of, and operated by Stornoway Diamond Corporation.

The exploration season for the MIP Project will vary depending upon weather and logistical factors, with field crews operating out of a temporary camp site with the ability to house a population of between 8 to 10 people for approximately 5 weeks time. Fixed wing support will be variable and temporary, employing a Twin Otter aircraft for the movement of personnel, supplies and equipment. A camp based helicopter is used to support field activities.

The program planned for the 2006 exploration season is primarily being designed around till sampling, surficial geophysical surveying and drilling with a small, portable drill rig, utilizing a small crew, and light helicopter support.

## **DESCRIPTION OF FACILITY**

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#### Facility – 8-10 Person Camp

<u>Locations</u> –Fuel will be stored in the appropriate facility a safe distance from the accommodations and well away (>100m) from water bodies

<u>Size</u> - Fuel stored at above ground facility in sealed 205 litre (45 gal.) steel drums <u>Storage Capacity</u> – Maximum fuel stored at camp will typically be 19 drums (3895 litres) of Jet-B and diesel combined, plus two (2) 100lb-propane tanks.

A minor amount of fuel will be stored for no more than four days at the drill site, and removed promptly upon completion of each drill hole. On-site storage will be a safe distance from drilling activities, with fuel stored in sealed steel drums. Maximum fuel storage will be 4 drums (820L) including Jet-B and diesel, plus one (1)100lb propane tank.

Description of the type and amount of potential contaminants normally stored at camp

JET B fuel for the helicopter – 2050 litres (10 drums) Propane for heating, etc. - Two (2) 100 lb. tanks Oil – Several Cases of 4 Cycle Engine Oil Diesel for the drill - 1845 litres (9 drums)

Description of the type and amount of potential contaminants normally stored at drill site

JET B fuel for the helicopter – 410 litres (2 drums) Diesel for the drill - 410 litres (2 drums) Propane for heating, etc. - One (1) 100 lb. tank

<u>Storage Location -</u> Drums will be stored on flat stable terrain during the summer to reduce chances of a leak. If available a natural depression situated well away from water bodies will be utilized for storage.

# ABANDONMENT AND RESTORATION PLAN

# SEASONAL CLOSURES

The exploration season for the MIP Project will vary depending upon weather and logistical factors. The following details both the seasonal winterization procedures as well as the ongoing maintenance and restoration procedures that are practiced on a continuing basis throughout the land use operation:

#### **Drill Hole Locations**

- Each drill hole will be restored to previous conditions after completion of the hole (on average less than one week).
- On-ice drill cuttings will be scraped clean and removed to an on land sump located more than 30m from the ordinary high water mark on an on-going basis.
- All drilling sumps (if used) will be back-filled, burying the cuttings and sludges if appropriate.
- All fuel drums and drilling equipment will be removed from the site immediately upon completion of each hole.
- Each drill site will be inspected to ensure that all garbage (combustible and non-combustible) has been collected and removed from the area.
- If the crew members discover waste of any type left behind by others, every effort will be made to remove it from the area and have it disposed of in an acceptable manner.

 A final inspection of the site will ensure that there is no remaining material at the site ensuring that there is little/no evidence of Stornoway's land use operation upon completion of the drill hole.

## Fuel Storage

- All fuel storage and handling is to be guided by the procedures set out in the Spill Contingency Plan for the MIP Project, dated February 2006.
- Empty fuel drums are to be regularly backhauled to Iqaluit for proper disposal.

## <u>Camp</u>

- All combustible refuse is to be incinerated in a burn barrel on a regular basis throughout the occupation of the camp.
- Non-combustible waste is to be regularly transported to Iqaluit for proper disposal.
- When closing the camp for the season all gray water sumps and sewage pits at the camp are to be back-filled.
- Winterization of the facilities includes the storage of wooden tent floors, wooden tent frames and fuel caches at the camp location.

# FINAL ABANDONMENT & RECLAMATION

As work on the property known as the MIP Project is currently in the "grass roots" stage of exploration activities it is not practicable at this time to subscribe to a definitive schedule for the conclusion of this land use operation, however upon its completion the following procedures will be followed to allow for proper abandonment and reclamation of the area:

#### **Drill Hole Locations**

 As per the ongoing restoration procedures all drill holes are to be restored to previous conditions immediately upon completion of the hole.

#### Fuel Storage

- All fuel storage and handling is to be guided by the framework set out in the Spill Contingency Plan for the MIP Project, dated February 2006
- Upon completion of the land use operation all empty fuel drums will be removed from the area for proper disposal and any remaining fuel caches will be moved to an approved/permitted storage location.

# <u>Camp</u>

- At the end of the program all camping materials, fuel drums, and drilling equipment (if applicable) will be removed from the site.
- Gray water sumps and sewage pits at the camp will be back-filled.
- All remaining garbage will be incinerated in a burn barrel.
- At the end of the program all wood (tent floors, frames etc.) will be burned.
  The coals and ash will be raked for non-combustible items (i.e. nails etc)
  which will be collected and removed from the site. The remaining coals will
  be buried.
- A last inspection will ensure that there is no remaining material at the site and that there is little/no evidence of Stornoway's land use activity upon completion of the operation