

G: CONDITIONS APPLYING TO CONSTRUCTION

J: CONDITIONS APPLYING TO MONITORING

H: CONDITIONS APPLYING TO EMERGENCY RESPONSE AND CONTINGENCY

I: CONDITIONS APPLYING TO ABANDONMENT, RECLAMATION AND

Licensee

WATER LICENCE INSPECTION FORM

Licensee Representative

Original
Follow-Up Report

8.10

9

North Arrow Mir	nerals		Michael McN	Morran		
Licence No. / Expiry			Representative's T	itle		
2BE-MPP1924			Geologist			
Land / Other Authorization	ons		Land / Other Auth	orizations		
N2017C0006						
Date of Inspection			Inspector			
August 12, 2020			Joseph Mon	teith		
Activities Inspected	_	_				
Camp	☐ Drilling	Mining	☐ Construction	on	clamation	
Roads/Hauling	Other: seasonal shu	tdown	Other:			
Conditions:	A Accontable	II IInaccontable	C-Concern	NI Not Inch	ctod	NA Not applicable
	A- Acceptable	U-Unacceptable	C-Concern	NI-Not Inspe	cteu	NA- Not applicable
PART:				Condition		Observation No.*
A: SCOPE, DEFINITIO	NS AND ENFORCEME	NT				
B: GENERAL CONDIT	IONS			Α		
C: CONDITIONS APPL	YING TO SECURITY			NI		
D: CONDITIONS APP	LYING TO WATER US	E		Α		1-4
E: CONDITIONS APP	LYING TO WASTE DIS	POSAL AND MANAGE	MENT	Α		5-7
F: CONDITIONS APPL	YING TO MODIFICAT	IONS		NI		

SCHEDULES		Α	
*The observation number corresponds with specific comments provided below.			
Samples taken by Inspector:	Location(s): N66° 09′ 00", Longitu	ide: W65° 40' 34	4"
Yes No			

Α

NA

Α

SECTION 1	Comments (s)	Non-Compliance with Act or Licence (s)	Action Required (s)
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BACKGROUND

CLOSURE PLANNING

North Arrow Minerals Inc.'s (North Arrow or Applicant) Mel Project (Project) is located on the Melville Peninsula, Nunavut, approximately 200 km northeast of the Hamlet of Naujaat and 150 km south of the Hamlet of Hall Beach. The project area sits within the Qikiqtani region of Nunavut, and most of the property is on Inuit Owned Land (IOL), however the camp is set up on Crown Land. It is comprised of 46 mineral claims covering prospective areas resulting from exploration work conducted between 2013 and 2018.

The Project activity consists primarily of drilling, till sampling, prospecting and geophysical surveys. Work is conducted during the spring and/or summer months for up to eight weeks at a time. A 12-person exploration camp is constructed on site that was built in July 2018 to support fieldwork, and all programs will be helicopter supported. Drilling-related water source locations have been identified and drilling will only be conducted within North Arrow's mineral claims. Once the locations of water sources are known, they will be provided to the appropriate authorizing NWB as part of the annual report. Supplies, including fuel, will be mobilized through either Hall Beach or Naujaat.

Inspector Statement

August 12, 2020, a Water License inspection was conducted by Water Resource Officer (WRO) Joseph Monteith at the North Arrow Minerals Melville Peninsula site, Qikiqtani Region, Nunavut, to verify compliance with the terms and conditions of the Water Licence 2BE-MPP1924.

General Condition

On March 9, 2020 Richard Dwyer emailed WRO Monteith a notification indicating 2BE-MPP1924 had submitted the 2020 Annual Report.

On July 2, 2020 Richard Dwyer emailed WRO Monteith a notification indicating 2BE-MPP1924 had submitted the 2020 Annual Report Review. In the review it was reminded that submission of a contact person in charge of the project was still required as per Part H:Item 2





Water Use

- 1. The Permitee is authorized to withdrawal 51m³ per day.
- 2. Water Usage Records were up to date and provided at the Waste Water Treatment Facility Meter reading read 130551.2m³ (See photo 6).
- 3. Water Technician log sheet Flow Meter Readings shows 130551.2m³ before being filtered and 64,433 m³ (See photo 7). Discrepancies in Flow Meter Litre First Reading truck 608 on Monday, June 10, 2019 106729 litres and second reading 106740 litres. 11 litre difference in reading. Same discrepancies for Tuesday, Wednesday, and Thursday. Friday, June 14, 2019 from truck 600 first reading is 107490 no second reading at the time of the inspection. Water meter is in m³. Water meter reads 10754.3 on June 14, 2019 (see photo). Articulation required.
- 4. Records show between the months of January and July 2018, the Hamlet of Pangnirtung delivered a total of 28,529m³ (See photo 8).

Waste Disposal and Management

- 5. An incinerator was observed on site, with combustible solid waste inside the incinerator, and in drums outside the incinerator (photo).
- 6. A sump pit was observed on site, disassembled for seasonal closure (photo)
- 7. A couple of latrine pits were observed on site, one capped, and the other in use (photo).

Fuel Cache

8. A fuel cache was observed on site. An aerial survey showed that all the empty drums were bound together with a winch strap. 8 x drums in secondary containment. (photo12 & 13).

Drill Site

9. A drill was observed on site. The drill was decommissioned for seasonal shut down due to COVID-19.

Spill Reports

10. No signs of spills on site at the time of the inspection. No spill reports were found during a search in the spills database.

SECTION 2	Comments	Non-Compliance with Act or Licence	Action Required
The project was in	a state of seasonal shu	tdown due to COVID-19. No major concerns were	noted.
-Tidy up some of th	e windblown debris,		
- fix up secondary o	ontainment so the wal	Is are propped up and secured and can contain ar	ny product in the event a leak
or a spill in seconda	ary containment.		
- Cover up the drur	ns which contain incine	erated material.	
SECTION 3	Comments	Non-Compliance with Act or Licence	Action Required
Click here to ente	r text.		
Licensee or Representativ	е	Inspector's Name	
		Joseph Monteith	

Elections of Representative	mspector s realic
	Joseph Monteith
Signature	Signature
	Augh Martill.
Date	Date
	November 28, 2019

CC: Licensing Department, NWB

Justin Hack, Manager of Field Operations, CIRNAC



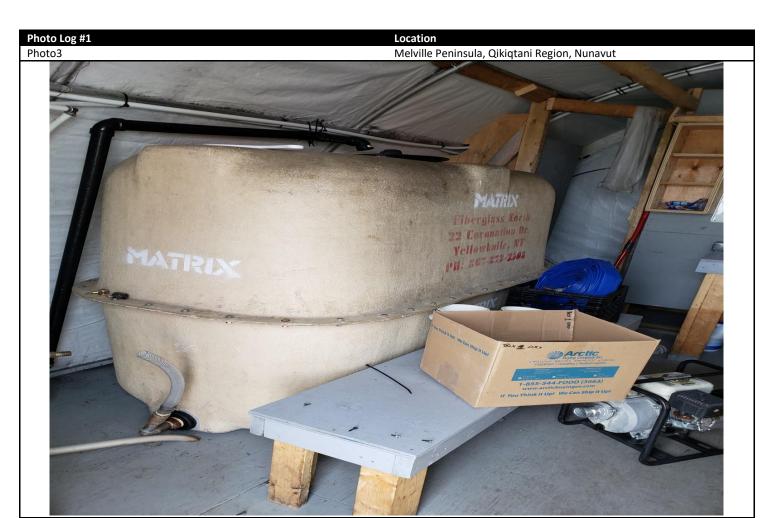
PHOTO LOG



Description: The North Arrow Minerals camp on the Melville Peninsula. The camp is situated on an esker. 8 weather havens, 3 shacks, a latrine shack, and a couple larger boxes make up the footprint of the camp. A drill shack, at other sites is also part of the North Arrow footprint.







Description: Matrix owned Water Storage Tank - Unknown capacity. Water pump on the ground.

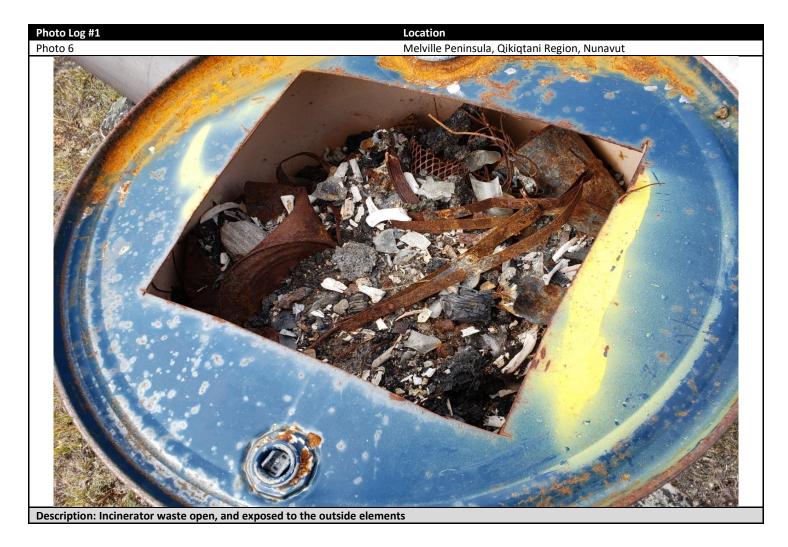


Description: Fish Mesh Screen used at the Withdrawal Point.













Description: latrine, with old latrine pit next to latrine, covered with plywood, and weighed down by a few rocks.

