

LAND USE PERMIT INSPECTION FORM

Permittee	Representative
Anconia Resources	Jason Brewster, Denise Lockett
Permit No.	Expiry
N2012C0006	27/02/2017
Other Authorizations	Land / Other Authorizations
2BE-MRC1217	KVL311C03
Date of Inspection	Inspector
26/07/2016	WRO Wilson
Activities Inspected	
<div><input type="checkbox"/> Camp<input checked="" type="checkbox"/> Drilling<input type="checkbox"/> Mining<input type="checkbox"/> Construction<input checked="" type="checkbox"/> Reclamation<input type="checkbox"/> Fuel Storage</div> <div><input type="checkbox"/> Roads/hauling<input type="checkbox"/> :Other<input type="checkbox"/> Other:</div>	

Conditions:	A- Acceptable	U-Unacceptable	C-Concern	NI-Not Inspected	NA- Not applicable
Section:	Permit Term No.	Condition	Observation No.		
31 (1)(a) Location and Area	Item 1	A	1		
31 (1)(b) Time	--	--	--		
31 (1)(c) Equipment	Item 12	C	2		
31 (1)(d) Methods and Techniques	--	--	--		
31 (1)(e) Type location, capacity and operation of facility	Item 22	U	2		
31 (1)(f) Control or prevent of flooding, erosion, and subsidence of Land	Item 24	A	3		
31 (1)(g) Use, storage, handling and disposal of chemical or toxic materials	Item 32,33	C	4,5,6		
31 (1)(h) Wildlife and fisheries habitat	--	--	--		
31 (1)(i) Objects and places of recreation, scenic and ecological value	--	--	--		
31 (1)(k) Petroleum fuel storage	49,50,54	U,U,A	7,8,9		
31 (1)(m) Matters not inconsistent with the regulations	--	--	--		

SECTION 1	<input checked="" type="checkbox"/> Comments	<input type="checkbox"/> Non-Compliance with Act or Licence	<input type="checkbox"/> Action Required
<p>Land Use Permit no. N2012C0006 is issued to Anconia Resources ('the permittee') for the use of land related to exploration of the Victory Project, Atlas Claims ('the project').</p> <p><b>Preliminary notes</b></p> <ul style="list-style-type: none"><li>In September 2013 a letter was issued by AANDC to the permittee (see appendix no. 2) regarding multiple failures to comply with the recently issued land use permit.</li><li>The project is in a state of temporary closure since 2014.</li><li>A laydown/storage area was established North of Victory Lake (see appendix no. 4)</li><li>No camp or other undertakings are currently associated with this permit.</li><li>The permittee was using a local commercial fishing lodge at Quartzite as a camp.</li></ul> <p><b>Observation</b></p> <ol style="list-style-type: none"><li>Zac Laydown/storage area is approximately located at N62° 40' 16.5", W95° 28' 38.6" (see photo 3).</li><li>The materials are not secured- debris from the storage site has becoming wind-blown.</li><li>The laydown is located on durable ground. No concerned related to rutting or surface drainage.</li><li>It is uncertain the total volume of fuel stored at the site because of the limited access to some of the drums. A total of three (3) full drums of fuel and a number of partial drums were confirmed.</li><li>There are twenty (20) plus empty fuel drums (see photo 2).</li><li>Many of the drums appear to be expired, with a date of 2009 on the labels (see photo 4).</li><li>There is no secondary containment for any of the hazardous waste, fuel or chemicals (see photo 1 and photo 6).</li><li>A number of containers of engine fluids are accessible to wildlife (see photo 6). The fluids are of great concern because of the attractive qualities – the sweet taste of anti-freeze.</li><li>All the fuel drums are well labelled with the name 'Minroc Management' (see photo 4).</li><li>The permittee appears to have prepared majority of the materials for demobilization.</li><li>Some of the other materials include, drilling ancillary, drilling shack, bags of calcium chloride, one (1) water and two (2) fuel tanks, fourteen (14) plus propane cylinders, containers of oil/grease/coolant, and wooden pallets ( see photo 1).</li></ol>			
SECTION 2	<input type="checkbox"/> Comments	<input checked="" type="checkbox"/> Non-Compliance with Act or Regulations	<input type="checkbox"/> Action Required
<p>Section 31(1)(e)item 22</p> <p>Failure to ensure the land use area is kept clean and tidy at all times.</p> <p>Section 31(1)(k) item 49</p> <p>Failure to secure fuel and chemicals in such a manner as to prevent access by wildlife.</p> <p>Section 31(1)(k)item 50</p> <p>Failure to secure fuel and chemicals in adequate secondary containment.</p>			

SECTION 3		<input type="checkbox"/> Comments	<input type="checkbox"/> Non-Compliance with Act or Regulations	<input checked="" type="checkbox"/> Action Required
The permittee will submit to the inspector before February 27th, 2017 a plan for reclamation of the laydown located at N62° 40' 16.5", W95° 28' 38.6".				
The Permittee is reminded that the terms and conditions of this permit are binding regardless of the expiry (see appendix no. 3). All reclamation activities are to be completed prior to expiry.				
Licensee or Representative		Inspector's Name		
		WRO Wilson		
Signature		Signature		
		Original signed on file		
Date		Date		
		August 5 <sup>th</sup> 2016		

Office Use Only:	Follow-up report to be issued by Inspector	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Attached:	Appendix 1-Photo Log, 07.26.16, WRO C. Wilson Appendix 2-Letter of Compliance Appendix 3-Land Use Permit Appendix 4- Anconia Resource's, 2016 Zac Equipment List		

Date	Camera	Inspector	Authorization
July 26th, 2016	Sony Cyber Shot DSC-HX50V	WRO Wilson	N2016C0002
Photo name		Location (NAD 83 DD MM SS.SS)	
Photo 1		N62° 40' 18.22" , W95° 28' 38.47"	



Description:
Zac Lay Down, Anconia Resources, Atlas Project

Photo name	Location (NAD 83 DD MM SS.SS)
Photo 2	N62° 40' 16.96" , W95° 28' 36.76"



Description:
Fuel Drums, Anconia Resources, Atlas Project

Photo name	Location (NAD 83 DD MM SS.SS)
Photo 3	N62° 40' 16.76", W95° 28' 36.97"



07 26 2016

**Description:**

Propane cylinders, Anconia Resources, Atlas Project

Photo name	Location (NAD 83 DD MM SS.SS)
Photo 4	N62° 40' 16.9", W95° 28' 36.76"



07 26 2016

**Description:**

Drums Labelled "Minroc Management", Anconia Resource, Atlas Project

Photo name  
Photo 5

Location (NAD 83 DD MM SS.SS)  
N62° 40' 16.8", W95° 28' 38.47"



Description:  
Improper storage of bags of Calcium Chloride, Anconia Resource, Atlas Project.

Photo name  
Photo 6

Location (NAD 83 DD MM SS.SS)  
N 62° 40' 16.52" W 95° 28' 38.60"



Description:  
Improper storage of hazardous materials, Anconia Resources, Atlas Project