By Licensing Administrative Assistant at 2:55 pm, Jun 10, 2011

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

June 10, 2011

NWB File: 2BE-MRP----CIDMS #: 468873

Re: 2BE-MRP---- - New Water License Application - Maguse River Project - IronOne Inc.

Please be advised that Indian and Northern Affairs Canada (INAC) have completed a review of the new water license application for water license # 2BE-MRP---- submitted by MPH consulting on behalf of IronOne Inc. The NWB circulated the new water license application for comments on May 10, 2011. All documents related to the application posted on the NWB ftp site under 2BE-MRP---- 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 lan.Parsons@inac.gc.ca.

Sincerely,

Original signed by

lan Parsons Regional Coordinator

Cc. Tanya Trenholm, A/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-MRP---- New Water License Application – Maguse River Project – IronOne Inc.

Background

The Maguse River Project is located 70 kms Northwest of Arviat. The camp associated with the project will be able to accommodate up to 22 people for approximately 6 months. The camp site will consist of up to 17 structures. These will include tents for sleeping (7-10), kitchen tent (1), core logging (1) and cutting (1) tents, dry tents (2), first aid tent (1), office tent (1), latrines (2), generator shack (1), heli-pad, incinerator, shipping container and a fuel cache.

Recommendations/Comments

INAC recommends and encourages that all fuel be contained in some sort of secondary containment (i.e., insta-berms). INAC also encourages and recommends the use of drip pans when refuelling.

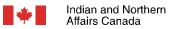
INAC notes that the correct contact information for INAC in the Spill Plan should be stated as follows: Peter Kusugak – INAC Manager of Field Operations, phone: 867-975-4295, fax 867 975-6445.

INAC recommends that the proponent acquire or obtain approval from the site/landfill operator before any wastes are deposited into any approved landfill.

INAC recommends that all hazardous wastes be properly deposed of as per the guidelines set out in the Environmental Guideline for General Management of Hazardous Waste in Nunavut.

The proponent should provide to the Nunavut Water Board all outstanding information referred to above.





Cc. Tanya Trenholm, A/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

