

NIRB File No.: 10EN013 AANDC File No.: N2010C0003 NWB File No.: 2BE-NAD0813

June 7, 2013

The Honourable Bernard Valcourt
Minister of Aboriginal Affairs and Northern Development
c/o Jeff Mercer, Manager, Land Administration
Aboriginal Affairs and Northern Development Canada
P.O. Box 100
Igaluit, NU X0A 0H0

Sent via email: jeff.mercer@aandc.gc.ca and landsmining@aandc.gc.ca

Re: <u>Application Exempt from the Requirement for Screening Pursuant to Section 12.4.3</u> of the NLCA: Commander Resources Ltd.'s "Storm" Project, Qikiqtani Region

Dear Jeff Mercer:

On May 14, 2013 the Nunavut Impact Review Board (NIRB or Board) received an application from Aboriginal Affairs and Northern Development Canada (AANDC) for an extension to Land Use Permit No. N2010C0003 for Commander Resources Ltd.'s "Storm" project proposal. On May 30, 2013 the NIRB received confirmation from the Nunavut Planning Commission (NPC) that the original conformity determination (North Baffin Regional Land Use Plan) issued for the project proposal on February 22, 2010, continues to apply to the current extension request.

Please be advised that the original project proposal (NIRB File No.: 10EN013) was received by the NIRB from Indian Affairs and Northern Canada (INAC, now AANDC) on February 15, 2010 and was screened by the Board in accordance with Part 4, Article 12 of the Nunavut Land Claims Agreement (NLCA). On February 22, 2010 the NIRB received a positive conformity determination from the NPC for this file and commenced its assessment. On May 13, 2010 the NIRB issued the enclosed NLCA 12.4.4(a) screening decision to the Minister of INAC which indicated that the proposed project could proceed subject to the NIRB's recommended project-specific terms and conditions.

On January 18, 2013 the NIRB received an application from AANDC for an amendment to the Land Use Permit (No.N2010C0003) for the above mentioned project. After a thorough assessment of the amendment request, the NIRB determined that the application was exempt from the requirement for further screening pursuant to Section 12.4.3 of the NLCA, and reissued the enclosed screening decision report to the Minister of AANDC on May 13, 2010.

The current AANDC application, the original NIRB Screening Decision Report (File No.: 10EN013) and related file information are available from the NIRB's online public registry at the following location:

http://ftp.nirb.ca/01-SCREENINGS/COMPLETED%20SCREENINGS/2010/10EN013-Commander%20Resources%20Ltd/.

PREVIOUSLY-SCREENED PROJECT PROPOSAL:

As previously screened by the NIRB (File No.: 10EN013), the "Storm" project was located within the Qikiqtani region, approximately 112 kilometres (km) south of the community of Resolute. The Proponent intended to conduct a preliminary exploration drilling program, to potentially be followed by a diamond drilling program. The preliminary exploration program took place between August 2010 and July 2012.

The activities and components associated with the previously screened proposal included:

- Setup and operation of a 12-person temporary tent camp;
- Incineration of sewage and combustible solid waste;
- Fuel storage;
- Use of helicopter and fixed wing aircraft for field pickups and drop offs, and transport of supplies;
- Percussion drilling;
- Potential diamond drilling;
- Ground and airborne geophysical survey; and
- Waster use and waste disposal.

The activities and components associated with the previous January 22, 2013 amendment to the AANDC Land Use Permit (No. N2010C0003) for the project included:

- One additional drill area located around the Seal lead-zinc deposit, proposed 20 drill holes with depths ranging from 100 to 600 metres at this location; and
- Use of a heli-portable diamond drill rig at the exploration site.

CURRENT APPLICATION:

Commander Resources Ltd. is proposing to extend its Land Use Permit for an additional year to continue ongoing exploration activities at the "Storm" project site.

Please note that Section 12.4.3 of the NLCA states that:

"Any application for a component or activity of a project proposal that has been permitted to proceed in accordance with these provisions shall be exempt from the requirement for screening by NIRB unless:

- (a) such component or activity was not part of the original project proposal; or
- (b) its inclusion would significantly modify the project."

After completing a review of the information provided in support of the current application, the NIRB is of the understanding that the proposed extension does not change the general scope of the original project activities, and the exceptions noted in NLCA 12.4.3(a) and (b) do not apply. Therefore, this application is exempt from the requirement for screening pursuant to Section 12.4.3 of the NLCA and the activities therein remain subject to the terms and conditions recommended in the original May 13, 2010 Screening Decision Report (enclosed).

If you have any questions or require additional clarification, please contact Catherine Braun Rodriguez, Technical Advisor, at (867) 983-4607 or crodriguez@nirb.ca.

Sincerely,

Ryan Barry

Executive Director

Ryan Barry

Nunavut Impact Review Board

cc: Steve Potts, Commander Resources Ltd.

Phyllis Beaulieu, Nunavut Water Board Bernie MacIsaac, Qikiqtani Inuit Association

Tracey McCaie, Aboriginal Affairs and Northern Development Canada

Enclosure: NIRB Screening Decision Report, File No.: 10EN013 (May 13, 2010)