

NUNAVUT WATER BOARD ANNUAL REPORT 2017
Nunavut Water Board Licence No.: 2BE-NAD1722

EXECUTIVE SUMMARY

Commander Resources Ltd. is a mineral exploration company that has been active in the Qikiqtani Region of Nunavut since 2001. Nunavut Water Board Licence No.: 2BE-NAD1722 subject to this report authorizes water usage on Commander's Baffin Gold Project. Operations are conducted from the Dewar Lakes Camp, located approximately 230 kilometres southwest of Clyde River.

The 2017 program included a cleanup and rebuild of the Dewar Lakes Camp as well as use of the camp to support exploration activities. The exploration activities supported by the Dewar Lakes Camp were conducted by Kivalliq Energy Corporation. Kivalliq Energy has separate permits and licences for exploration activities. Exploration activities in 2017 did not require the use of water.

Water source and use limits:

NWB Water Licence 2BE-NAD1722 was issued July 18, 2017. The Dewar Lakes Camp's water source is the Dewar River located at 68° 37' 58'' North Latitude and 71° 6' 31.5'' West Longitude.

The total volume of water use authorized under 2BE-NAD1722 as amended July 18, 2017 shall not exceed two (2) cubic meters per day for domestic camp use. An average of 0.61 cubic metres per day was used for the Dewar Lakes Camp in 2017.

Waste Management:

At the Dewar Lakes Camp, Pacto toilets are used and waste is incinerated on site. Grey water is captured in pipes which flow through a grease trap to a sump and into a buried tile bed. Approved domestic waste is incinerated on site. All incinerator ash is sealed in 205 litre steel drums. Ash drums and all other wastes are airlifted to Iqaluit for authorized disposal.

The Dewar Lakes Camp was dormant from 2011 to 2017 and required a clean-up before operations could commence. Debris from the cleanup was airlifted to Iqaluit and documented by Nunatta Environmental Services Inc. prior to disposal.

Community Consultation:

Kivalliq Energy has an option agreement on select Commander mineral tenure on the Baffin Gold Project and Kivalliq has permission to clean-up and operate the existing Dewar Lakes Camp. Kivalliq conducted community consultation in Clyde River and Qikiqtarjuaq on July 26th and 27th on behalf of both companies. Meetings were held with the public as well as the Community Lands and Resources Committee (CLARC), members of the Hunters and Trappers Organization and the Hamlets.

General:

An inspection was conducted by INAC Water Resource Officer Justin Hack on August 14, 2017. There were no concerns noted relating to the use of water or deposit of waste.