

P.O. Box 119 Gjoa Haven, NU X0B 1J0 Tel: (867) 360-6338 Fax: (867) 360-6369 ຼຼວ© ΔLሮሲትና ቴ∩Lትዣ NUNAVUT WATER BOARD NUNAVUT IMALIRIYIN KATIMAYINGI OFFICE DES EAUX DU NUNAVUT

File: 2BE-NAD0813/Amend 1

April 27, 2010

Alan Sexton, M.Sc., P.Geol. Project Manager, Baffin Island Project Commander Resources Ltd. Suite 510, 510 Burrard Street Vancouver, BC V6C 3A8

Email: as.geovector@bellnet.ca

RE: 2BE-NAD0813 Type "B" – Amendment No.1

Dear Mr. Sexton:

Please find attached, Amendment No.1 to Licence No. 2BE-NAD0813 Type "B" issued to Commander Resources Ltd. by the Nunavut Water Board (NWB) (Motion 2010-10-L04 2010-01-L04) pursuant to its authority under Article 13 of the Agreement between the Inuit of the Nunavut Settlement Area and Her Majesty the Queen in Right of Canada and the Nunavut Waters and Nunavut Surface Rights Tribunal Act. The terms and conditions' of the original Licence related to water use and waste disposal remain an integral part of this approval.

The NWB strongly recommends that the Licensee consult the comments received by interested persons on issues. The NWB notes that, among others, there is a NIRB Decision, File No.04EN022 that includes a condition to comply with emission limits established under the Canada-wide Standards (CWS) for Dioxins and Furans and the CWS for Mercury Emissions during the incineration of combustible materials and camp wastes. This information is attached for your consideration.

Sincerely,

Thomas Kabloona

Nunavut Water Board, Chair

TK/si

Enclosure: Licence No. 2B-NAD0813 - Amendment No.1

EC, FOC and INAC Comments NIRB Decision No. 04EN022

Cc: Distribution – Qikiqtani

## LICENCE AMENDMENT No. 1

Licensee: Commander Resources Ltd.
Licence No: 2BE-NAD0813 Type "B"

Licence Issued: August 27, 2008 Amendment Effective Date: April 27, 2010

Pursuant to its authority under Article 13 of the Agreement between the Inuit of the Nunavut Settlement Area and Her Majesty the Queen in Right of Canada and the Nunavut Waters and the Nunavut Surface Rights Tribunal Act, with respect to the application for amendment dated January 8, 2010, made by Commander Resources Ltd., the Nunavut Water Board hereby grants the following Licence amendment.

The Licence issued August 27, 2008 with an expiry date of September 1, 2013 shall be amended to include the following terms and conditions, with respect to use of water and deposit of waste during camp activities, exploration and drilling operations, to allow for an increase in the volume of water used for domestic and drilling purposes at the Baffin Island Gold Project as well as an additional support camp at Malrok Lake, in the Qikiqtani Region, with camp locations at approximately:

latitude of 68° 38'N and longitude of 71° 08'W (Dewar Lake Camp); and latitude of 68° 30'01" W and longitude of 72° 27'39"N (Malrok Lake Camp).

The Licence, (Page 2), shall be amended to indicate the following:

Quantity of Water Not to Exceed: **SIXTY-FOUR (64) CUBIC METRES PER DAY** 

## PART C: CONDITIONS APPLYING TO WATER USE

Amend Item 1 The Licensee shall obtain water for domestic camp use from Dewar Lake not exceeding two (2) cubic metres per day, and Malrok Lake not exceeding two (2) cubic metres per day. Drill water shall be obtained from lakes and ponds, proximal to the drilling targets as outlined in the Application, not to exceed sixty (60) cubic metres per day. Total water use, for all purposes shall not exceed sixty four (64) cubic metres per day.

## PART H: CONDITIONS APPLYING TO SPILL CONTINGENCY PLANNING

Amend Item 1 The Board has approved the Plan entitled "Fuel Spill Contingency Plan For The Central Baffin Island Project, Nunavut, Canada" dated January 2010 that was submitted as additional information.

Amend Item 2 The Licensee shall submit within thirty (30) days of issuance of the Licence, an Addendum to the Plan referred to in Part H, Item 1, to address the following:

- Include a Table of Contents
- Include topographical maps of both camp areas, including location of spill kits, proximity to adjacent water bodies and drainage directions (flow paths)
- The title of the plan should be revised to reflect spills involving other hazardous substances, not just fuel
- The NT-Spill Report Form should be replaced with the revised NT-NU Spill Report Form (interactive); and
- Addition concerns and comments submitted by EC and INAC

## PART I: CONDITIONS APPLYING TO ABANDONMENT AND RESTORATION OR TEMPORARY CLOSING

Amend Item 1 The Board has approved the Plan entitled "Reclamation Plan For The Central Baffin Island Project, Nunavut, Canada" dated January that was submitted as additional information.

All remaining terms and conditions of Licence 2BE-NAD0813 Type 'B" dated August 27, 2008 still apply.

This Licence Amendment issued and recorded at Gjoa Haven, NU on April 27, 2010.

Approved by,

Thomas Kabloona

Nunavut Water Board, Chair