

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

April 27, 2009

Phyllis Beaulieu Manager of Licensing Nunavut Water Board PO Box 119 Gjoa Haven, NU X0A 1J0

Re: 2BE-NQN – New Application – Indicator Minerals Inc. – Nanuq North Property, Kivalliq Region, Nunavut

Please be advised that on behalf of Indian and Northern Affairs Canada (INAC), I have completed a review of the above noted new application.

The Nunavut Water Board (NWB) invited representations to be made to the Board by May 16, 2009.

In conducting this review, I have referred to all documents on the NWB FTP site as it relates to 2BE-NQN and 2BE-NAN0813. Attached is a Technical Review Memorandum for your consideration.

Please feel free to contact me should you have any questions or comments. I can be reached at 867-975-4566 or by email at <a href="mailto:tanya.trenholm@inac.gc.ca">tanya.trenholm@inac.gc.ca</a>.

Sincerely,

Original signed by

Tanya Trenholm Pollution Policy Specialist



Our File #9545-1 Doc. CIDMS # 326401

# **Technical Review Memorandum**

To: Phyllis Beaulieu, Manager of Licensing - Nunavut Water Board

From: Tanya Trenholm, Pollution Policy Specialist - Indian and Northern Affairs

Canada – Water Resources Division

Re: New Application – Indicator Minerals Inc. – Nanuq North Property

## **Background Information:**

The Applicant indicated that this project is a 50/50 joint venture with Peregrine Diamonds Ltd. A letter of authorization from Peregrine Diamonds is pending for the use of Peregines 'Nanuq' camp as a base for exploration and drilling activities related to the Applicant's proposed project. As such, water use and waste disposal associated with the camp are not included in this application.

### **Recommendations / Comments**

### General:

The NWB should not issue the licence until the Applicant has submitted the above noted written authorization from Peregrine Diamonds.

#### Water Use:

Should Peregrine authorize the use of their camp facilities by Indicator Minerals, Peregrine should be advised that the allowable limit of water use as per their existing water licence (2BE-NAN0813) is 60 cubic meters per day. Should the use of water at the Nanuq camp increase to an amount greater than the allowable limit, Peregrine must apply for an amendment to their existing licence. In addition, the amount of water used and waste deposited at the Nanuq camp by all users must be reported in the Annual Report.

At this time Indian and Northern Affairs has no further comment. Please feel free to contact me at your convenience should you wish to further discuss any part of this submission to the Board. I can be reached at 867-975-4566 or via email, <a href="mailto:tanya.trenholm@inac.gc.ca">tanya.trenholm@inac.gc.ca</a>.

Cc. Kevin Buck, Manager, Water Resources Division – Indian and Northern Affairs Canada;