

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

February 8, 2007

Richard Dwyer Licence Administrator **Nunavut Water Board** Gjoa Haven, NU X0B 1J0

2BE-NTP / Bayswater Uranium Corporation / North Thelon Project / Kivalliq Re: Region / Type B Licence Application

Our File: 9545-1 / CIDMS 196482

Your File: 2BE-NTP

On behalf of Indian and Northern Affairs Canada (INAC), I have reviewed the above mentioned Type B licence application submitted by Bayswater Uranium Corporation for the North Thelon Project. The following advice has been provided pursuant to INAC's mandated responsibilities for the enforcement of the Nunavut Waters and Nunavut Surface Rights Tribunal Act (NWNSRT) and the Department of Indian Affairs and Northern Development Act (DIAND Act).

Indian and Northern Affairs Canada recommends that the Nunavut Water Board consider the following comments when reviewing this licence application:

- The Water Licence Application Form should be signed and dated by a representative of Bayswater Uranium Corporation. The submitted form's authorization section is incomplete.
- The Proponent's Environment Manager is not identified in Item 1 of the Exploration / Remote Camp Supplementary Questionnaire. The name of this individual should be communicated to the Nunavut Water Board.
- The Proponent is requesting a Type B licence for a term of two (2) years. Issuing a five (5) year licence would be preferred if there is a strong possibility that mineral exploration work will continue at the North Thelon Project in 2010. Amending the terms and conditions of a licence to allow for a modified scope of work, should this be required, is more favourable than reviewing a licence renewal.
- The project's Spill Contingency Plan should include a copy of the Nunavut Spill Report Form which is available on the Nunavut Water Board's Public Registry.
- INAC should be notified of all hazardous material spills. Particularly, Peter Kusugak, Manager of Field Operations; David Ningeongan, Kivallig Region Water Resources Officer; and Henry Kablalik, Kivalliq Region Resource Management Officer. Their



names and contact information should be included in the Spill Contingency Plan's emergency contact list. Their contact information is as follows:

Peter Kusugak, Manager of Field Operations
Tel. (867) 975-4295

Fax. (867) 979-6445

Email. KusugakP@inac-ainc.gc.ca

 David Ningeongan, Kivalliq Region Water Resources Officer Tel. (867) 645-2089
Fax. (867) 645-2592

Email. NingeonganD@inac-ainc.gc.ca

Henry Kablalik
Tel. (867) 645-2831
Fax. (867) 645-2592

Email. KablalikH@inac-ainc.gc.ca

- An area designated for the temporary storage of recovered contaminated materials should be identified within the project's Spill Contingency Plan.
- The Project's Spill Contingency Plan should include schematic diagrams for all fuel caches situated within the project area. These diagrams should identify northern orientation, base contour lines, fuel storage containers, secondary containment provisions, spill response equipment storage locations, and nearby water sources.

Indian and Northern Affairs Canada requests notification of any changes in the proposed project, as further review may be necessary. Please contact me should you have any questions or comments with regards to the foregoing. I can be reached by telephone at (867) 975-4555 or by email at AbernethyD@inac-ainc.gc.ca.

Regards,

Original signed by

David W. Abernethy Regional Coordinator

Cc. Jim Rogers, Manager of Water Resources – Indian and Northern Affairs Canada, Nunavut Regional Office