

Phyllis Beaulieu Nunavut Water Board P.O. Box 119 Gjoa Haven, NU Fax (867) 360-6369



Leslie Payette Nunavut Impact Review Board P.O. Box 1360 Cambridge Bay, NU Fax (867) 983-2574

Jeffrey Howell Lands Administrator Specialist, INAC P.O. Box 100 Iqaluit, NU., X0A 0H0 Fax # 867 975 4286 Nunavut Water Board ASR 2 1 2008 Public Registry

Dear Ms. Beaulieu, Ms. Payette, Mr. Holwell,

RE: NWB File # 2BE-NUE - Nueltin Lake Project - Cameco

NWB land use license application/proposal listed above was reviewed for conformity against the Keewatin Regional Land Use Plan (KRLUP) under the INAC file #N2008C0006 on February 12, 2008. After reviewing the file, NPC finds that the above application/proposal does not require the proponent to agree to terms which were previously agreed to.

Therefore no conformity determination is needed. I have attached those terms in which the proponent undersigned with this letter which the INAC, as a recognized authorizing agency under the NLCA, is responsible to implement the attached requirements by incorporating the requirements directly, or otherwise ensuring that they be met through any authorizations issued.

My office would be pleased to discuss these with you how to best implement these requirements and to review any draft authorizations that you wish to provide for that purpose.

Thank You,

Bobby Suluk, NPC

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Cc: Gerard Zaluski, Cameco Corporation

Effective June 16, 2006



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WATER LICENCE SCHEDULE III - APPLICATION FORM

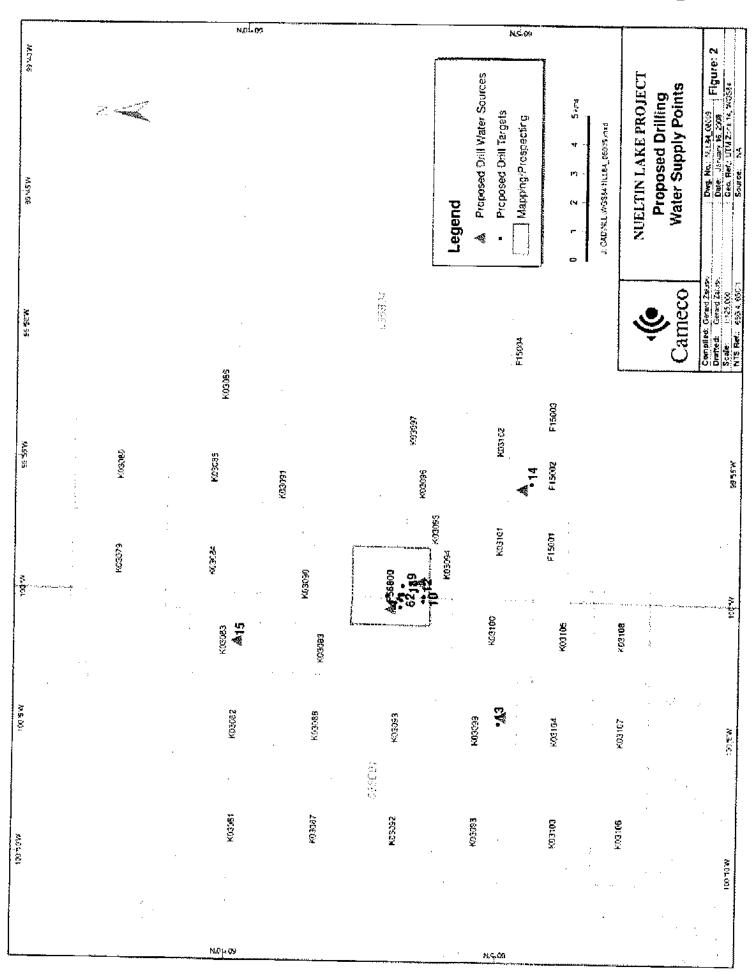
Application for: (check one)	
	adment
B LICENCE NO: ((for NWB use only)	
1. NAME AND MAILING ADDRESS OF APPLICANT/LICENSEE Gerard Zaluski, District Geologist Cameco Corporation 2121 11th Street West Saskatoon, SK S7M 1J3	2. ADDRESS OF CORPORATE OFFICE IN CANADA (if applicable) Cameco Corporation - Exploration Dept 2121 11th Street W Saskatoon, SK 97M 133
Phone: (306)-956-5359 Fax: (306)-956-5390 c-mail: gerard_xaluski@cameco.com	Phone: (306) -950 -6200 Pax: (306) -956 -6201 e-mail:
 LOCATION OF UNDERTAKING (describe an components of the Undertaking) 	nd attach a topographical map, indicating the main
Latitude: (60° 7 · 0 ° N) Longitude: (99° 50° 3° NTS Map Sheet No. Scale: 1:50,000	ate water source locations are indicated.
4. DESCRIPTION OF UNDERTAKING (attach p	plans and drawings)
exploration project. Between 15 and 29 are planned. Approximate locations of shown in Figure 2. Drill water will be	
 TYPE OF PRIMARY UNDERTAKING (A sup application for undertakings listed in "bold") 	oplementary questionnaire must be submitted with the
Industrial	ing) Agricultural Conservation Recreational Miscellaneous (describe below):
See Schedule II of Northwest Territories Waters Re	Liver feetings Cov. December 2011 feeting 1

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6.	WATER USE						
D.							
	To obtain water To cross a watercourse		ſ	Flood control			
	To modify the bed or bank of:	a watercor	arse !	To divert a watercourse To alter the flow of , or store, water			
	Other (describe):		,,,	1 V Mixer tree treet v. ;,			
	Outer (describe).						
7.	QUANTITY OF WATER INVO	OLVED (c	subic metr	es per day including both quantity to be used and			
	quality to be returned to source)			· -			
W	uter use X 100m³/day or less Greater than 100m³/day; if greater, indicate quantities to be used for each purpose (camp, drilling, etc.)						
W	vater returned to source 0 m³/day						
8.	WASTE (for each type of waste)	tocoritor c		n, quantity (cubic metres per day), methods of			
0.	treatment and disposal, etc.)	CSUI IDE. C.	этрозики	1. quantity (cubic metres per day), methods of			
	Sewage [X] Solid Wuste (U. Chantellay, Leanapo [Number of the competent component of the c	ched to lite ik testy i site	Greyw	0.802 ml/day, transport to commercial coil camp (NLL) and to approved disposal site Valer CS drill cottings - backfilled into drillhole describe): when completed			
9,	OTHER PERSONS OR PROPE	ERTIES A	FFECTE	D BY THIS UNDERTAKING (give name, mailing			
	address and location; attach if need	essary)	•				
	Land Use Permit	- v.,					
	DIAND	☐ Yes	X No	If no, date expected Feb/March, 2008			
	Regional Inuit Association	Yes	□No	If no, date expected			
	Commissioner	Yes	□ No	If no, date expected			
10.	PREDICTED ENVIRONMENT	AL IMP/	CTS OF	UNDERTAKING AND PROPOSED			
	MITIGATION MEASURES (dir	MITIGATION MEASURES (direct, indirect, cumulative impacts, etc.)					
				;			
	NIRB Screening Yes	X No	If no, dat	c expected March/April, 2008			
11.	INUIT WATER RIGHTS						
-		er nr.	1				
	Will the project or activity substantially affect the quality, quantity, or flow of water flowing through Inuit Owned Lands and the rights of inuit under Article 20 of the Nunavut Land Claims Agreement? No						
	If yes, has the applicant entered into an agreement with the Designated Inuit organization to pay compensation for any loss or damage that may be caused by the atteration. If no compensation agreement has been asset to be a seen as the compensation agreement						
				me exestinated with diffill whitely to bith			

Effective June 16, 2006

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	CONTRACTORS AND SUB-CONTRACTORS (name, address and functions)					
Helicopt Orilland	er (to be determined) - to tra	nsport crews to/from site				
Fixed wi	(contractor (to be determined) ing aircraft (Nueltin Lake Lodg	- exploration drilling				
		to transport trawn toy.	rom Mif6			
13. STUDIES	STUDIES UNDERTAKEN TO DATE (list and attach copies of studies, reports, research, etc.)					
None		•	,			
14. THE FOL	LAWSING BASCILLAND					
REGULA	LOWING DOCUMENTS MUST BE TORY PROCESS TO BEGIN	INCLUDED WITH THE APPLICA	ATION FOR THE			
Supplementary Our	estionnaire (where applicable: see section					
		15) X Yes No If no, date ex	pected			
bucktitut and/or Inn	uinaqun/English Summary of Project	Yes X No if no, date ex	pected February, 2008			
Application fee of \$	30.00 (Payee Receiver General for Cana	nda) 🛱 Yes 🗌 No If no, date ex	pected			
Water Use fee of \$3 General for Canada;	30.00 (unless otherwise indicated in Sect	ion 9 of the NWT Waters Regulations:	Payco Roceiver			
coefferia for Canada,	,	X Yes No If no, date ex				
45. PROPOSI a five (5) y	ED TIME SCHEDULE (unless otherwi	se indicated, the NWB will consider the	e application for			
- 1-72	- Parties	σ) 🔼 Multi Year				
	Start Date: June 5, 2	OOB Commission From Town				
	3, 2	908 Completion Date: June 4, 20 for renewa	J10 (with option al)			
		:				
erard Zaluski	District Geologist	and the second second	Pehruary 1, 2008			
Name (Print)	Title (Print)	Signature	Date			
for Nunavut Water E	Sourd office use only					
APPLICATION FE	E Amount: \$	Pay ID No.:	n maja la			
WATER USE DEP						
	A TORENCE SERVE AND	Pay ID No.:				



Cameco Corporation Nucltin Lake Exploration Project

Non-Technical Proposal for 2008 Program

Cameco is the world's largest uranium production company and has several uranium exploration projects in Nunavut and the Northwest Territories. The Nueltin Lake project area is located in southern Nunavut just north of the Manitoba border.

The key exploration target has been high grade polymetallic boulders (uranium, gold, molybdenum, copper, tungsten, cobalt, and nickel) that were first discovered near Sandybeach Lake in 1978. Cameco has held mineral claims in the area since 1998 and has undertaken several small field exploration programs consisting of geological mapping and prospecting, ground geophysics, and airborne geophysics. Additional claims were staked in 2006. The boulders are thought to be derived very locally and several targets have been identified but due to logistical and budgetary reasons they have never been drilled. This is the next step in evaluating the mineral potential and therefore the main focus of the 2008 exploration program will be a diamond drilling program (total 2000 3000 in) consisting of 15-25 short (100 - 200 m) holes to test the bedrock for the source of the mineralized boulders. Because of the remoteness of the area a drilling program of at least this size is required in order to make it cost effective. Most of the holes will be located on the central mineral lease (F56800) but a small number of reconnaissance holes may be drilled on the surrounding claims. The program will be conducted in June to early July using a heli-drill (mobilized by helicopter). It is expected to last about 4 weeks but may take as long as 6 weeks. Best practices will be used at all times during the program to minimize impacts to the environment. In addition to the drilling a mapping and prospecting program will be conducted on the claims to evaluate the remainder of the property. This will consist of walking traverses in 2 person crews, causing negligible disturbance.

Transportation of the drill, drilling supplies, and crows will be conducted by helicopter and where practical, by float plane. All crows will be based out of the Treeline Lodge of Nuclfin Lake Lodge in northern Manitoba, approximately 15 km southwest. The use of existing camp facilities will minimize disturbance to the environment because roads and structures will not need to be built.

The long term objective of Cameeo regarding the project is to evaluate the uranium potential of the area. Because of the shallowness of the exploration targets, the proposed program will be greatly effective in evaluating the region. Therefore, the future of the project will be strongly affected by the success of this drilling campaign.

Gerard Zaluski, P. Geol. District Geologist - Nunavut and Northwest Territories January 21, 2008