

Application for Water Licence Amendment

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DOCUMENT MANAGEMENT

Original Document Date: April 2010

DOCUMENT AMENDMENTS

	Description	Date
(1)	Updated for public distribution as separate document from NWB Guide 7	June 2010
(2)	Updated NWB logos and reformatted table to allow rows to break across page	May 2011
(3)	New NWB logo; request for background information; and change to Block 24	April 2013
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		



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APPLICATION FOR WATER LICENCE AMENDMENT

The applicant is referred to the NWB's Guide 7: <u>Licensee Requirements Following the Issuance of a Water Licensee</u> for more information about this application form.

Where possible, provide background information regarding the original licence application or attach previously submitted information.

EXISTING LICENCE NO: 2BE-PBP1520
1. LICENSEE CONTACT INFORMATION
Is the licensee the same as that referred to on the existing licence?
X Yes No
If No, a licence assignment must be completed and approved by the NWB. An amendment will only be issued in the name of the current licensee in the absence of assignment of the licence.
If the licensee is the same, but the <u>name</u> of the licensee has changed, attach a certificate of name change.
Name: David Smith Exploration Manager, Canada NORDGOLD (Northquest Ltd.)
Address: Suite 300 - 82 Richmond Street East, Toronto, Ontario Canada M5C 1P1 Phone: (416) 306-0954 e-mail:david.smith@nordgold.com
2. LICENSEE REPRESENTATIVE CONTACT INFORMATION – If different from Block 1.
Name: Denise Lockett Address: Unit 341, 415 Commonwealth Road, Kelowna, BC V4V 1P4 Phone: 604 340 4756 e-mail: lockettda@telus.net
(Attached authorization letter)

3. NAME OF PROJECT – Pistol Bay Project
Has the name of the project changed?
☐ Yes X No
If Yes, indicate the name of the project including the name of the location:
4. LOCATION OF UNDERTAKING
Does the proposed amendment change the location of the amended undertaking?
☐ Yes X No
Provide the project extents and camp locations. Identify proposed changes.
Project Extents
NW: Latitude: (62° 34' 20" N) Longitude: (94° 09' 00" W) NE: Latitude: (62° 18' 40" N) Longitude: (92° 32' 40" W) SE: Latitude: (62° 15' 30" N) Longitude: (92° 32' 40" W) SW: Latitude: (62° 14' 45" N) Longitude: (94° 09' 00" W) (Drilling)
Camp Location(s)
Latitude: 62° 21 ' 05 " N) Longitude: (92° 45 ' 20" W)
Proposed New Camp Location
Latitude: 62° 20' 30" N Longitude: 92° 49' 48" W
5 MAD
5. MAP
Does the proposed amendment change the locations of any of the main components of the undertaking?
X Yes No
Attach a topographical map, indicating the main components of the undertaking. Identify proposed changes.
NTS Map Sheet No.: 55 K 7, K 6 Map Name: Property Boundary Map Scale: 1:100.000

6. NATURE OF INTEREST IN THE LAND
Does the proposed amendment change the nature of the interest in the land?
☐ Yes X No
If Yes, indicate changes
Check any of the following that are applicable to the proposed undertaking (at least one box under the 'Surface' header must be checked).
Sub-surface
☐ Mineral Lease from Nunavut Tunngavik Incorporated (NTI) Date (expected date) of issuance: Date of expiry:
☐ Mineral Lease from Indian and Northern Affairs Canada (INAC) Date (expected date) of issuance: Date of expiry:
Surface
X Crown Land Use Authorization from Indigenous and Northern Affairs Canada (INAC) $N2021C0005$ Date (expected date) of issuance: July 21, 2016,
☐ Inuit Owned Land (IOL) Authorization from Kitikmeot Inuit Association (KIA) Date (expected date) of issuance: Date of expiry:
X IOL Authorization from Kivalliq Inuit Association (KivIA) KVL111B06 Date (expected date) of issuance: August 30, 2021, Date of expiry: August 30, 2022
☐ IOL Authorization from Qikiqtani Inuit Association (QIA) Date (expected date) of issuance: Date of expiry:
X Commissioner's Land Use Authorization Date of issuance: Sept 1, 2016 Date of expiry: Aug 31, 2023
X Other: Motion by the Whale Cove Municipal Council passed on 16 September, 2021 supporting the proposed relocation of Northquest Ltd's Pistol Bay Camp.
Date (expected date) of issuance: Date of expiry:
Is the name of the entity(s) holding authorizations the same as that considered in the existing water licence?
X Yes □ No
If No, a licence assignment must be completed and approved by the NWB.
Name of entity(s) holding authorizations:

7. NUNAVUT PLANNING COMMISSION (NPC) D	ETERMINATION
Indicate the land use planning area in which the existing	g project is located.
	vatin ikiluaq st Kitikmeot
Does the proposed amendment change the land use pl	anning area?
□Yes	X No
If yes, indicate the land use planning area in which the	amended undertaking is located.
South Baffin	watin ikiluaq st Kitikmeot
Was a land use plan conformity determination required licence?	from NPC prior to the issuance of the existing water
X Yes	□No
If Yes, indicate date issued and attach copy. March 22	, 2011
Does the proposed amendment change the original NF	C conformity determination or the need to obtain one?
X	Yes
If Yes, indicate date issued (or expected) and attach a If No, provide written confirmation from NPC confirming	
8. NUNAVUT IMPACT REVIEW BOARD (NIRB) I	DETERMINATION
Was a screening determination required from NIRB pri	or to the issuance of the existing water licence?
X Yes	□No
If Yes, indicate date issued and attach copy. Aug 16, 2	012
Does the proposed amendment change the original NII one?	RB screening determination or the need to obtain
X Ye	es
If Yes, indicate date issued (or expected) and attach a If No, provide written confirmation from NIRB confirmin	

9. DESCRIPTION OF UNDERTAKING	
Does the proposed amendment change the description o	f the undertaking?
□Yes	X No
List and attach plans and drawings or project proposal. I	dentify proposed changes.
10. OPTIONS	
Does the proposed amendment change any of the alternato carry out the project?	ative methods and locations that were considered
X Yes	No
Provide a brief explanation of the alternative methods or project. Identify proposed changes.	locations that were considered to carry out the
Consultation was undertaken with the Hamlet of Wha Organization and the Whale Cove Municipal Planning new camp location.	
11. CLASSIFICATION OF PRIMARY UNDERTAKING	NG
Indicate the primary classification of undertaking for boxes:	the existing licence by checking one of the following
☐ Industrial X Mining and Milling (includes exploration/drilling ☐ Conservation	☐ Agricultural g/exploration camps)
☐ Municipal (includes camps/lodges) ☐ Power	☐ Recreational ☐ Miscellaneous (describe below):
Does the proposed amendment change the classification	n of primary undertaking?
☐Yes	X No
If Yes, indicate the primary undertaking of the amendme	ent:
Information in accordance with applicable Supplemental submitted with an Application for Amendment. Indicate	
☐ Hydrostatic Testing ☐ Tannery ☐ Tourist / Remote Camp ☐ Landfarm & On-Site Storage of Hydrocarbon © ☐ Onshore Oil and Gas Exploration Drilling X Mineral Exploration / Remote Camp ☐ Advanced Exploration ☐ Mine Development ☐ Municipal ☐ General Water Works	Contaminated Soil

☐ Power	
12. WATER USE	
Indicate, using the boxes below, the types of water us	e(s) approved in the existing licence.
X To obtain water for camp/ municipal purpos	es
X To obtain water for industrial purposes	To divert a watercourse
☐ To cross a watercourse☐ To alter the flow of, or store water	☐ To modify the bed or bank of a watercourse ☐ Flood control
Other:	
Does the proposed amendment change the type(s) of	water use(s)?
☐ Ye	s X No
If Yes, indicate using the boxes below, the proposed cuse(s) that are to be added, continued, or removed.	change(s) to the type(s) of water use(s) noting any water
☐ To obtain water for camp/ municipal purpos	es
☐ To obtain water for industrial purposes ☐ To cross a watercourse	☐ To divert a watercourse☐ To modify the bed or bank of a watercourse
To alter the flow of, or store water	Flood control
Other:	
13. QUANTITY OF WATER INVOLVED	
Does the proposed amendment change the source of	water? X Yes No
Indicate the water source(s). Identify proposed chang	es: The proposed new camp will draw water from the
lake indicated on the attached map. (show location(s) on map)	
Does the proposed amendment change the quality of	the water source and/or its available capacity?
Yes	X No
Describe the quality of the water source(s) and the av	ailable capacity(s). Identify any changes:
The lake from which the new proposed camp will o	draw water is much larger than the small lake used at
the current camp. The new water source does not	•
Does the proposed amendment change the overall qu	uantity of water to be used?
Yes	X No
Provide the overall estimated quantity to be used. Ide	entify proposed changes.
Does the proposed amendment change the quantity of	of water to be used for each purpose?

		Yes	X No		
Provide	the estimated quantities to be used for e	each purp	ose (camp, drilling, etc.). Identify pro	posed c	hanges:
permitte	the proposed year-round nature of th ed 5(3)m per day will be required. The the permitted 295 (3) m per day amo	e amount			
Does the	e proposed amendment change the me	thod(s) of	extraction?	X Yes	No
Describe	e the method(s) of extraction. Identify p	roposed c	hanges.		
winter, a	ner, water will be pumped from the po a temporary, fully contained structure ped from there to the camp.				
Does the	e proposed amendment change the qua	antity(s) of	water returned to source(s)?		
		Yes	X No		
Estimate	ed quantity(s) of water returned to sourc	e(s). Ider	tify proposed changes.		
allowed	rill not be directly returned to the wat to seep through the abundant moss, the southwest of the kitchen				
Does the	e proposed amendment change the qua	ality(s) of v	vater returned to source(s)?		
		☐ Yes	X No		
Describe	e the quality(s) of water(s) returned to se	ource(s).	Identify any changes		
	ter will continue to be filtered throug est of the kitchen	jh moss,	sand and gravel before finding its	way to	the lake
14. V	VASTE				
Check th	ne appropriate box(s) to indicate the type	es of was	e(s) approved in the existing licence.		
X	(Sewage (Solid Waste (Hazardous (Bulky Items/Scrap Metal		ater s inated soil and/or water		
Does the	e proposed amendment change the type	e(s) of wa	ste(s) to be generated or deposited?		
		X Yes	No		
	ndicate using the boxes below, the prop deposited noting the addition, removal or				ted
	(Sewage (Solid Waste	☐ Waste			

Hazardous Sludges Bulky Items/Scrap Metal Contaminated soil and/or water Animal Waste Other (describe):
15. QUANTITY AND QUALITY OF WASTE INVOLVED
Does the proposed amendment change the quantity(s) of the types of wastes involved?
X Yes No
Does the proposed amendment change the composition(s) of the types of wastes involved?
☐ Yes X No
Does the proposed amendment change the method(s) of treatment for the types of waste involved?
X Yes No
Does the proposed amendment change the method(s) of disposal for the types of waste involved?
X Yes No
If Yes to any of the above, describe the proposed changes:

As the camp is relocated to allow for possible year-round activities, more water will be used, and there will be a change in the amount of waste and wastewater generated in camp and the drills

For each type of waste indicated in Block 14, describe its composition, quantity in cubic meters/day, method of treatment and method of disposal.

Type of Waste	Composition	Quantity Generated	Treatment Method	Disposal Method
	Shower,		On-site septic	Septic system
Grey water	kitchen water		system	
Hazardous	Used motor		Burned in	Used motor oil
materials	oil		incinerator	will be burned in the incinerator or shipped off-site for disposal.
	Used			-
	Batteries			Used batteries will be transported to Ontario for disposal.
Solid waste	Kitchen waste		Burned in incinerator	Ash removed in 45 gallon containers for

Sludge	Non combustible waste Drill cuttings		Disposed of in properly constructed sump or naturally occurring contained	disposal in Whale Cove landfill All non- combustible waste will be transferred to the Whale Cove dump for disposal. Buried in a sump
Bulky items/scrap metal	Empty propane tanks Empty and dry 45 gallon fuel drums Human waste		depression All empty propane cylinders will be returned to southern Canada for reuse or disposal. All empty drums will be temporarily stored at the Northquest Camp. Human waste will	Returned to southern Canada Used by the Hamlet of Whale Cove, or crushed and sent to southern Canada for disposal.
Sewage	numan waste		be collected using Pacto-style toilets.	and ash stored in 45 gallon drums and taken to the Whale Cove landfill for disposal
16. OTHER A	UTHORIZATIONS			
	ed amendment change use authorizations prov		uthorizations in addition to	the sub-surface
		☐ Yes X	No	
	ny additional authorizati ons continue to be requ		authorizations are no long	er required, and
For each provide	the following:			
Authorization:				
Administering Age	ency:			
Project Activity: _				

Date	expected date) of issuance: Date of expiry:
17.	PREDICTED ENVIRONMENTAL IMPACTS OF UNDERTAKING AND PROPOSED MITIGATION MEASURES
	ne proposed amendment change the predicted environmental impacts of the undertaking or the on measures?
	☐ Yes X No
Descr	be direct, indirect, and cumulative impacts related to water and waste. Identify any changes.
18.	WATER RIGHTS OF EXISTING AND OTHER WATER USERS
	ompensation paid and/or an agreement(s) for compensation been entered into with any existing or other of water during consideration of the existing licence?
	☐ Yes X No
If Yes	provide the names, addresses and the nature of water use by those persons or properties.
licenc depos	the proposed amendment adversely affect any known persons or property including those that hold is for water use in precedence to the application, domestic users, in-stream users, authorized waste tors, owners of property, occupiers of property, and/or holders of outfitting concessions, registered is holders, and holders of other rights of a similar nature?
	☐ Yes X No
If Yes	provide the names, addresses and the nature of water use of those persons or properties.
	the Board if compensation has been paid and/or an agreement(s) for compensation has been d with any existing or other water users with respect to the proposed amendment.
19.	INUIT WATER RIGHTS
	ompensation paid/ or an agreement(s) for compensation been entered into with any Designated Inuit zation (DIO) during consideration of the existing licence?
If Yes	which DIO(s)
	he proposed amendment substantially affect the quality, quantity or flow of waters flowing through wned Land (IOL)?
	☐ Yes X No
	advise the Board if negotiations have commenced or an agreement to pay compensation for any damage has been reached with one or more DIO(s) with respect to the proposed amendment.
20.	CONSULTATION - Provide a summary of any consultation meetings including when the meetings were

Numerous consultation meetings with the Mayor and Hamlet Council of Whale Cove, the Issatik Hunters and Trappers Organization, the Kivalliq Inuit Association and the Whale Cove Municipal Planning

Committee were held over the past year. Among other things, the proposed moving of the camp has been discussed at length, and several different options for a new camp were considered. At their 16 September 2021 meeting, the Whale Cove Municipal Council confirmed their support for the camp move and passed a motion to that affect (see attached).
See attached current Consultation Log and Summary
21. SECURITY INFORMATION
Does the proposed amendment change the financial security assessment?
☐ Yes X No
Does the proposed amendment change the estimate of the total financial security for final reclamation?
☐ Yes X No
Provide an estimate of the total financial security for final reclamation equal to the total outstanding reclamation liability for land and water combined sufficient to cover the highest liability over the life of the undertaking. Estimates of reclamation costs must be based on the cost of having the necessary reclamation work done by a third party contractor if the operator defaults. The estimate must also include contingency factors appropriate to the particular work to be undertaken. Identify any changes in the financial security assessment resulting from the proposed amendment.
Where applicable, the financial security assessment should be prepared in a manner consistent with the principals respecting mine site reclamation and implementation found in the <i>Mine Site Reclamation Policy for Nunavut</i> , Indian and Northern Affairs Canada, 2002.
22. FINANCIAL INFORMATION
Is the statement of financial security the same as that considered in the existing water licence?
X Yes No
Provide an updated statement of financial security.
If the applicant is a business entity please answer the questions below:

APRIL 2013

Is the list of the officers of the company the same as those considered in the existing water licence?
X Yes No
Provide a list of the officers of the company. Igor Klimanov - CEO Yuri Lopukhin - CFO Carmelo Marrelli - Secretary
Directors: Igor Klimanov Evgeny Tulubensky Lindsay Clements
Is the Certificate of Incorporation or evidence of registration of the company name the same?
X Yes
Attach a copy of the Certificate of Incorporation or evidence of registration of the company name.
23. STUDIES UNDERTAKEN TO DATE
List and attach updated studies, reports, research etc.
An Archaeological Impact Assessment was conducted of the new camp location October 2021.
Provide a compliance assessment and status report including a response to any inspector's reports. The licensee must contact the NWB for licence specific direction in completing the assessment and report.
See attached copy of 2015 INAC Inspection
If in non-compliance, a licence may not be issued until compliance is achieved. If in non-compliance, attach plans/reports for consideration. Application will not be processed if significant issues of non-compliance exist.
24. PROPOSED TIME SCHEDULE
When are proposed amendments scheduled to be undertaken: Summer 2022
Does the proposed amendment change the time schedule considered in the existing licence for any phase of development?

☐ Yes X No							
Indicate the start and completion dates for each applicable phase of development (construction, operation, closure, and post closure). Identify proposed changes.							
Construction Proposed Start Date: October, 2021 Proposed Completion Date: Se (month/year) (mo	eptember 2022 onth/year)						
Proposed Start Date: May 2022 Proposed Completion Date:_ Ongoing (month/year)	(month/year)						
Closure Proposed Start Date: Proposed Completion Date: (month/year)	(month/year)						
Post - Closure	(month/year)						
For each applicable phase of development indicate which season(s) activities occur.							
Construction ☐ Winter ☐ Spring X Summer ☐ Fall ☐ All season							
Operation ☐ Winter Spring Summer Fall X All season							
<u>Closure</u> ☐ Winter ☐ Spring ☐ Summer ☐ Fall ☐ All season							
Post - Closure ☐ Winter ☐ Spring ☐ Summer ☐ Fall ☐ All season							
25. PROPOSED TERM OF LICENCE							
On what date does the existing licence expire? October 31, 2025							

Is the Licensee applying for a combined renewal and amendment of the existing licence?							
☐ Yes X No							
If Yes, indicate the proposed term of the renewal (maximum of 25 years):							
Requested date of renewal issuance: Requested Expiry Date: (month/year) (month/year)							
(The requested date of renewal issuance must be <u>at least</u> three (3) months from the date of application for a type B water licence and <u>at least</u> one (1) year from the date of application for a type A water licence, to allow for processing of the water licence application. These timeframes are approximate and do not account for the time to complete any pre-licensing land use planning or development impact requirements, time for the applicant to prepare and submit a water licence application in accordance with any project specific guidelines issued by the NWB, or the time for the applicant to respond to requests for additional information. See the NWB's <i>Guide 5: Processing Water Licence Applications</i> for more information)							
26. ANNUAL REPORTING							
Will the proposed amendment change the content of annual reports or the annual report template?							
☐ Yes X No							
If Yes, provide details regarding the content of annual reports and a proposed outline or template of the annual report.							
27. CHECKLIST							
The following must be included with the application for Amendment for the water licensing process to begin.							

	Completed Application for Water Licence Amendment form.								
	X Yes	□No	If no, date expected						
	Information addressing Supplement Information Guideline (SIG), where applicable (see Block 11)								
	X Yes	□No	If no, date expected						
	Compliance Assessment / Status Report (see Block 23).								
	X Yes	□No	If no, date expected						
	Indication of Renewal Requirement (see Block 26)								
	X Yes	□No	If no, date expected						
	English Summary of Amendment Application.								
	X Yes	□No	If no, date expected						
	Inuktitut and/or Inuinnaqtun Summary of Amendment Application.								
	X Yes	□No	If no, date expected						
	Application fee of \$30.00 CDN (Payee Receiver General for Canada).								
	X Yes	□No	If no, date expected						
	Water Use Fee Deposit of \$30.00 CDN (Payee Receiver General for Canada). The actual water use fee will be calculated by the NWB based upon the amount of water authorized for use in accordance with the Regulations at the time of issuance of the licence.								
	☐ Yes	☐ No	If no, date expected	[
28.	SIGNATURE								
David Smith		Exploration Manager - Canada		David Smith	1/27/2022				
Name (Print)		Title (Print)		Signature	Date				