

☒ Original

☐ Follow-Up Report

LAND USE PERMIT INSPECTION FORM

Permittee	Representative
Northquest Ltd. (Nord Gold SE)	David Smith
Permit No. / Expiry	Representative's Title
N2016C0007 / 07-20-2021	Exploration Manager, Nord Gold SE
Other Authorizations	Land / Other Authorizations
2BE-PBP1520	--
Date of Inspection	Inspector
August 1 <sup>st</sup> , 2019	WRO C. Wilson
Activities Inspected	
<input type="checkbox"/> Campsite	<input checked="" type="checkbox"/> Drilling
<input type="checkbox"/> Roads/hauling	<input type="checkbox"/> Mining
	<input type="checkbox"/> Construction
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Fuel Storage
	<input type="checkbox"/> :Other:

Conditions:	A- Acceptable	U-Unacceptable	C-Concern	NI-Not Inspected	NA- Not applicable
Section:	Term No.	Condition	Observation No.		
31 (1)(a) Location and Area	--	A	--		
31 (1)(b) Time	7,10	A,A	1,2		
31 (1)(c) Equipment	--	--	---		
31 (1)(d) Methods and techniques	17	A	3		
31 (1)(e) Type location, capacity and operation of facility	18,19, 21	A	3		
31 (1)(f) Control or prevent of flooding, erosion, and subsidence of Land	--	--	--		
31 (1)(g) Use, storage, handling and disposal of chemical or toxic materials	--	--	--		
31 (1)(h) Wildlife and fisheries habitat	--	--	--		
31 (1)(i) Objects and places of recreational, scenic and ecological value	--	--	--		
31 (1)(k) Petroleum fuel storage	--	--	--		
31 (1)(m) Matters not inconsistent with the regulations	--	--	--		

SECTION 1	<input checked="" type="checkbox"/> Comments	<input type="checkbox"/> Non-Compliance with Act or Licence	<input type="checkbox"/> Action Required
<p>Land use permit no. N2016C0007 is issued to Northquest Ltd. for the use of land related to the Pistol Bay project’s exploration activities on Crown land. In 2016 Northquest was acquired by Nord Gold SE. The land use permit remains under Northquest’s (‘the permittee’) name.</p> <p>The Pistol Bay project extends over three different land jurisdictions- the Crown, the Kivalliq Inuit Association and the Hamlet of Whale Cove. On August 6th, 2019 a compliance inspection was conducted of three drill sites, located on the Crown land portion of the project. This report was produced with the information provided by the permittee in the 2018 annual report and the findings of the inspection.</p> <p><i>Observations</i></p> <div><div>1.</div><div>The permittee provided notice to the inspector prior to the commencement of the land use operation in accordance with section 31(1)(b) item 7 and 9.</div></div> <div><div>2.</div><div>The 2018 annual report was submitted in accordance with 31(1)(b) item 10.</div></div> <div><div>3.</div><div>Drill holes PB-16-17, PB-16-10, PB-16-31 were inspected. All three sites were clean and reclaimed and in accordance with 31(1)(b) item 17.</div></div>			

SECTION 2	<input type="checkbox"/> Comments	<input checked="" type="checkbox"/> Non-Compliance with Act or Regulations	<input type="checkbox"/> Action Required
<p><i>Non-compliance or failures to comply related to the conditions of Land Use Permit no. N2016C0007;</i></p> <p>— None</p>			

SECTION 3	<input type="checkbox"/> Comments	<input type="checkbox"/> Non-Compliance with Act or Regulations	<input checked="" type="checkbox"/> Action Required
<p>The permittee has met all requirements of the permit at the time of this inspection.</p>			

Licensee or Representative	Inspector's Name
	RMO Wilson
Signature	Signature
	Original signed on file
Date	Date
	August 26 <sup>th</sup> , 2019

Office Use Only:	Follow-up report to be issued by Inspector	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
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