

Field Operations Division AANDC, Nunavut District Office Box 100 Igaluit, NU, XOA OHO

6 January 2014

Christina Redhead

De Beers Canada Inc.

250 Ferrand Dr., Suite 900

Toronto, ON M3C 3G8

E-mail: chris.redhead@debeerscanada.com

## RE: July 15 2013 Water Licence Inspection 2BE-PCD0812

Ms. Redhead,

Please find attached the report on the Water License Inspection conducted at the Prince of Wales, Chartrand Lake and Devon Island Projects. Included at the end of the report is a summary of observations made during the inspection and any issues of non-compliance or non-conformity with the issued Water License or the Nunavut Water and Nunavut Surface Rights Tribunal Act, and the actions required of De Beers Canada Inc. as a result. There remain some gaps in the documentation for these projects.

Please do not hesitate to contact me at the coordinates listed below. I look forward to continuing to work with you and your staff.

Eva Paul

Water Resources Officer, Kitikmeot Region Aboriginal Affairs and Northern Development Canada Nunavut Regional Office Building 918, PO Box 100 Iqaluit, NU XOA 0H0

Phone: 867-975-4548 Cell: 867-222-6490 Fax.: 867-979-6445

Eva.Paul@aandc-aadnc.gc.ca

CC: Phyllis Beaulieu, Manager of Licensing — Nunavut Water Board Erik Allain, Manager, Field Operations — AANDC

In June of 2013 another information request was sent to De Beers by AANDC Inspector Eva Paul requesting specific information in order to facilitate an inspection. At the time of this writing the information has not been provided.

## Inspection:

On July 15 2013 I attempted inspection of the known locations associated with this licence, particularly Eden Point and Muskox Hill camps. Unfortunately, due to weather, mechanical delays out of Resolute, and aircraft limitations I was not able to land at any sites and several sites were overflown completely due to cloud cover. The sites I was able to inspect are listed in the order I visited them, and reference the sites as listed above:

- (10) Eden Point camp: N75°04'46.3" W88°24'59.9" (Devon Island): The airstrip at Eden Point camp was located from the air. No camp structures remain. The area was photographed from the air as the pilot was unwilling to land. The camp appears to be completely removed.
- (3) Fly camp-A: N75°26'00", W89°51'00" (Devon Island): The Haughton Crater site was occupied. There are three water licences issued for the same area. At the time of the inspection there were two planes parked on the airstrip preventing us from landing. The location indicated in De Beers' licence is west of the airstrip. There were three crates or boxes (contents unknown) visible from the air at the location indicated in the licence.
- (1) Fly camp-A: N73°19'00.0" W98°54'30.0" (Prince of Wales Island): No evidence of use was noted.
- (11) Muskox Hill camp: N73°01'30.4" W98°55'14.5" (Prince of Wales Island): No evidence of camp or airstrip was located.
- (2) Fly camp-B: N72°20′30.0" W98°01′30.0" (Prince of Wales Island): No evidence of use was noted.
- (5) Fly camp-A: N69°42'30.0" W94°14'34.0" (Chartrand Lake): No evidence of use was noted.

### Non-compliance with the Water Licence:

2BE-PCD0607

Part B Item 2(iv): Failure to provide a description of progressive or final reclamation work undertaken.

#### 2BE-PCD0812

Part B Item 2: Failure to submit annual reports for 2008, 2009, 2010, 2011, and 2012.

Part H Item 2: Failure to submit an addendum to the Spill Contingency Plan as required by the Board.

Part I Item 2: Failure to submit an addendum to the Abandonment and Restoration Plan as required by the Board.

## Contraventions of the Nunavut Waters and Nunavut Surface Rights Tribunal Act:

S.86 (4): Failure to furnish information requested by the Inspector for the purposes of carrying out an inspection.

# Photos of July 15 2013 Inspection:



Figure 1. Eden Point site. Note faint traces of airstrip. Camp is believed to have been located immediately above the airstrip.

