



Indian and Northern
Affairs Canada

Affaires indiennes
et du Nord Canada

Qikiqtani Region
P.O Box 2200
Iqaluit, NU
X0A 0H0

Advanced Exploration Inc.,
Suite 300-50 Richmond St. East
Toronto On
M5C 1N7
Atten: Gary Williams & Dave Young.

October 7, 2009

RE: Field Inspection LUP N2007C0033. Roche Bay . Core Shack area.

On July 19th 2009, I conducted a field inspection at the above mentioned location.

A copy of the Inspection report is attached. After reading the report please sign and return a signed photocopy to my office. If you have any comments or suggestions please feel free to attach them to the copy of this report
I apologize for the delay in forwarding this report to you.

Issues Identified during the inspection:

Campsite: There was some garbage, old kitchen stove, small Komatsu D 37PX grader, two tents, one steel storage shed, latrine facilities and numerous core samples. The status of this camp may change in 2010.

Fuel Storage: Two propane tanks at site and 3x45 gallon fuel drums at side of tent. Should have impermeable material underneath drums fashioned into a berm.

Waste: No kitchen sump located as this site had not been used to house any staff except as an emergency shelter. Toilet facility in operation.

Water: Storage tanks located at side of one of the tents, empty.

Incineration: No evidence of an incinerator having been used at this location.

Drilling activities: The drill activities took place in other locations.

Please do not hesitate to contact me should you have any questions or comments.

Sincerely,



Kevin L. Robertson
Resource Management Officer
Qikiqtani Region
PO Box 100. Iqaluit. Nu
X0A 0H0
Tel: (867) 975-4296
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Kevin.robertson@inac.gc.ca

cc: Land Administrator, INAC

CIDM #360729

Date: July 19, 2009

ENVIRONMENTAL INSPECTION REPORT

| | | | |
|---|--|---|--------------------------|
| Permittee: (complete name and address) | | ADVANCED EXPLORATION Inc. | |
| | | Suite 300-50 Richmond St. E. Toronto ON M5C 1N7 | |
| | | Permit Expiry Date | Last Previous Inspection |
| Land Use Permit No. | N200720033 | Sept 17/2009 | |
| Quarrying Permit No. | | | |
| V.P. Exploration Steve Roebuck 416-203-0057 | | | |
| Contractor: GARY Williams 416-203-0057 "224" | Subcontractor: DAVE Young 867-928-8030 | | |
| Location(s) Inspected: Core Sample shed, Bench Lay Down & aerial view of Main Camp + Drill Storage. Roche Bay. Nu | | | |
| Current Stage of Operation: Closed for season. Work crew may arrive on site in August 2009. | | | |
| Program Modifications Approved: | | | |

Condition of Operation "A" - Acceptable "U" - Unacceptable "N/A" - Not Applicable

| | Operating Condition | Aspect Inspected |
|---|------------------------------|---|
| A | Location as Permitted | A On designated site. Site may be enforced. |
| B | Timing as Permitted | A Communication with NWC improving. |
| | Equipment as Approved | A Inventory Report required prior to 2010 season. |
| D | Methods & Techniques | A Drill holes to be plugged in 2010. Main Camp Area |
| E | Facilities | A Sumps 30m from water source. |
| F | Erosion | A Nothing of note except some rutting, lake area. |
| G | Chemicals, Waste | N/A Drill waste observed. Nothing seen see photos. |
| H | Wildlife & Fisheries Habitat | N/A Nothing observed. |
| I | Ecological Resource | N/A Archaeological sites in local area. |
| K | Fuel Storage | U. AT CORE Shack some fuel. Far from water. |
| L | Brush Disposal | N/A |
| M | Matters Not Inconsistent | N/A Permits not on hand. |
| N | Water Engineering | N/A At core site, no water lines observed. |
| O | Water Supply | N/A Nothing seen. |
| P | Restoration | N/A Plans in place. |
| Q | Quarrying Methods | N/A Will have to locate if any approved. |
| R | Sections 12 to 19 T.L.U.R. | N/A Archaeological sites to be marked + |
| S | | Shown on a map. |
| T | | |

Surveillance Network Program

Explanatory Remarks (attach page 2, if required) Inspection of the main camp was conducted via aircraft. Beam appeared open to elements. Two ATVs observed at camp. No persons seen. The core shack had some loose equipment on site - to be removed? Small amount of fuel.

Page 2 attached ☒ Yes ☐ No

Representative's Signature

KER

RMO Initials

Representative's Title

Inspector's Signature

K. Robertson

District Mgr. Initials

P. H. [Signature]

Date July 19, 2009

Permit No.

N2007C0033

No de permis

Advanced Exploration

Explanation and Remarks (Continued)

Explications et remarques (suite)

Inc.
Roche Bay, Nu.

which could be stored in shed. The toilet was closed up but still in use. A small back-hoe had been stored - move to Beach area?

While conducting the inspection I noted fresh ATV tracks, possibly two, which appeared to be going in the direction of the main camp (ATV's were sighted at the Main Camp later).

There was a storage area which had 4 drills + pipe etc. adjacent to the main camp. Fuel drums were mostly empty (as we found out later).

In the Main camp a "large" bag held drums + had been covered with a blue tarp. We found out on Aug 27th that it was a cover for the fuel drums.

We left the area at approximately 1400.


Land Use Inspector - Inspecteur de l'utilisation des terres

Note: This form is to be used as necessary in conjunction with the Land Use Inspection Report Territorial Land Use Regulations, IAND 52-221 (10-72).

Au besoin, annexer la présente feuille au rapport d'inspection de l'utilisation des terres, Règlements sur l'utilisation des terres territoriales, MAINC 52-221 (10-72).