INAC Field Operations P.O. Box 100, Building 918 Iqaluit, NU X0A 0H0

> File: 2BE-REG0406 CIDM #390898

[Insert date]

#### VIA EMAIL

David Gale, Vice President, Exploration Strongbow Exploration Inc. 800 – 625 Howe Street Vancouver, BC V6C 2T6

Re: Strongbow Exploration Inc. (Regan Lake Project) Water Licence 2BE-REG0406 Inspection on July 25, 2009

Dear Mr. Gale:

Please find enclosed the inspection report for Water Licence 2BE-REG0406 conducted on July 25th, 2009.

Site observations with respect to issues of non-compliance with the water licence issued by the Nunavut Water Board (NWB) under the Nunavut Water and Nunavut Surface Rights Tribunal Act have been identified and require the attention of your company before this licence can be approved for closure.

The inspection also included a review of the documents pertaining to this water license, located on the NWB's FTP site.

Should you require more information or clarification please contact the undersigned. If you have any questions please do not hesitate to contact our office.

Sincerely,

Melissa Jov

Water Resource Officer, Kitikmeot Region

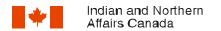
Indian & Northern Affairs Canada E-mail: Melissa.Joy@inac.gc.ca

Ph: (867) 975-4548 Fx: (867) 979-6445

Enclosed: Inspection report/Inspection photographs (July 25, 2009)

Cc:

Peter Kusugak – Manager of Field Operations, Indian & Northern Affairs Canada Lou-Ann Cornacchio – Manager of Water Resources, Indian & Northern Affairs Canada Phyllis Beaulieu – Manager Licensing, Nunavut Water Board



## WATER USE INSPECTION REPORT

| Date: July 25, 2009                  | Licensee Rep. (Name/Title): David Gale/ VP Exploration |   |
|--------------------------------------|--|---|
| Licensee: Strongbow Exploration Inc. |  | Water Licence No.: 2BE- REG0608<br>Land Use Permits: N2004C0019, KTL306C010 |

On July 25, 2009 an inspection of the camp area was completed by Water Resource Officer, Melissa Joy.

## **Background Review**

The Regan Lake Project location is identified under the water licence at 65° 19' 26"N and 107° 38' 07" W. As well as a "fly camp" located at 65° 07' 39"N and 107° 50' 05"W.

Field observations made on July 25, 2009 revealed all structures have been removed from both locations.

According to Annual Reports (2005-2007), the camp was used during the 2005 field season; no activity was reported at the camp sites from 2006 to present.

As per the Abandonment & Restoration Plan (A & RP) submitted (May 2006), property activity consisted of exploratory drilling, mapping, prospecting, sampling, and possible ground geophysical surveys.

Letter dated August 1, 2008 addressed to Chris Keats, Land Specialist, INAC indicating Strongbow Exploration Inc no longer holds title or will not be submitting for renewal of permits for this property.

No further documentation has been submitted to the NWB or KIA regarding this site.

### **Summary**

The Licensee has not provided a copy of their Final Abandonment and Restoration activities for this site. This file cannot be closed until it can demonstrated that the requirements for abandonment and restoration under the water licence have been fulfilled to the satisfaction of the Inspector, as per Part D (item 5) and Part H of the water licence.

Strongbow Exploration Inc must submit a final report explaining how all conditions of Water Licence 2BE-REG0608 have been met before this file can be closed.

| M. Joy           | Sent by E-mail        |
|------------------|-----------------------|
|                  |                       |
| Inspector's Name | Inspector's Signature |

## List of Photographic References

Photograph 1: Aerial photo showing abandoned fly camp location.

Photograph 2: Aerial photo showing abandoned fly camp location.

Photograph 3: Aerial view approaching main camp location.

Photograph 4: Aerial view approaching main camp location.

Photograph 5: Aerial view showing drill core storage at main camp location. Photograph 6: Drill core storage racks, showing the significant lean to one side.

# 2BE-REG0608 Inspection Photographs taken July 25, 2009 by Water Resource Officer, Melissa Joy



Photograph 1: Aerial photo showing abandoned fly camp location at 65° 07' 39"N and 107° 50' 05"W (NAD 83).



Photograph 2: Another aerial photo showing abandoned fly camp location at 65° 07' 39"N and 107° 50' 05"W (NAD 83).



Photograph 3: Aerial view approaching main camp location for 2BE-REG (Regan Lake Project) at  $65^{\circ}$  19' 26"N and  $107^{\circ}$  38' 07" W (NAD 83).



Photograph 4: Aerial view approaching main camp location for 2BE-REG (Regan Lake Project) at 65° 19' 26"N and 107° 38' 07" W (NAD 83).



Photograph 5: Aerial view showing drill core storage at main camp location.



Photograph 6: View of drill core storage racks, showing significant lean to one side.