



Inspection Report

License #: 2BE-SAN0709

Inspector: A. Keim

CIDMS # 397377

Client	Western Uranium Corp.		
Mailing Address	Pamela Klessig Western Uranium Corporation 6195 Ridgeview Ct., Suite F Reno, Nevada 89519 Email: pan@wedc.us		
Inspection site location	Sand Lake		
Contact name		Title	
Last inspection date	July 30, 2008		
Inspection start date	August 10, 2009		
Region	Kivalliq		



INAC, Nunavut District
Box 100
Building 918
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Submitted Via E-Mail

Our File: 2BE-SAN0709

Your File: _____

CIDM # 397377

April 9, 2010

Pamela Klessig
Western Uranium Corporation
6195 Ridgeview Ct., Suite F
Reno, Nevada 89519
Email: pan@wedc.us

RE: Water Licence Inspection August 10 2009

On the tenth of August 2009 a final closure inspection was carried out on the Western Uranium Corporation's Sand Lake Project camp and facilities located at Latitude: 65°17'; Longitude: 99°35.7' in the Kivalliq Region of the Nunavut Territory. The inspection was conducted to determine compliance with the terms and conditions of the Water License (2BE-SAN0709) issued to Western Uranium Corporation by the Nunavut Water Board (NWB).

The report references the applicable parts of the Water License (2BE-SAN0709- Expired) and the findings observed under each of those parts. During the writing of this report a compliance review of the documents, plans and manuals filed by the Licensee with Nunavut Water Board was undertaken.

At the time of inspection the infrastructure, buildings, fuel drums and it appears all other items had been removed from the site.

Issues noted during the 2008 Inspection;

As relates to solid waste management on site, the Inspector noted the following;

- Records detailing the back-haul of hazardous and other wastes have not been submitted.
- A grey water sump and screen mesh system was noted on site. The sump will have to be back filled to the natural contours of the existing landscape upon camp closure.

As relates to Fuel storage and spill containment for the project and on site the Inspector noted the following;

- No spill kits were noted on site.

As relates to drilling activities the inspector noted the following;

- No drilling was on-going during the period of Inspection.

During the period of the 2009 inspection and subsequent compilation of this report the following items were identified by the Inspector;

- Annual Reports;
 - The 2007 Annual Report submitted by Western Uranium Corp was rejected by the Nunavut Water Board as incomplete.
 - The 2008 Annual report has not been filed.
 - The 2009 Annual report outlining the closure of the camp and compliance with the Abandonment and Reclamation Plan Version 2 submitted by the Licensee in April 2007 has not been filed.
- Uranium Exploration Plan;
 - As information on the concentration of uranium in any of the drill core or cuttings has not been received by the Inspector or the NWB it is unclear what the requirements for the reclamation of any drill holes and cuttings would be in this case. Additionally, because Annual reports have not



been submitted by the Licensee the locations of any drill holes remain unconfirmed and thus could not be inspected by the Inspector.

- It is also unclear if the required and detailed safety procedures were followed while the camp was in operation.
- Sand Lake Camp
 - All that remains as noted on site were core racks and core. (Not fenced)
 - It appears that all water intake structures, Camp building materials, infrastructure, vehicles and fuels have been removed from site.
 - Sumps appear to have been backfilled and contoured.
 - Latrines appear to have been backfilled. (it is unclear if they were treated prior to backfilling)
- Revised A&R Plan
 - A final site inspection and documentary evidence of compliance has not been provided by the licensee has outlined in the AR Plan under the heading Documentation and Inspection.

Non-Compliance: Issues identified during the inspection and/or review of relevant material

Issues with a known or anticipated human health impacts;

- None

Issues where there is a known or anticipated environmental impairment;

- None

Issues where there is a known or suspected violation of a requirement of the Water License;

- Failure to supply to the Inspector all records related to the backhauling of waste, both hazardous and non hazardous off site.
- Failure to submit Annual reports for 2008 and 2009.
- **It is unclear if the terms and conditions of the Abandonment and restoration Plans have all be followed.**

NOTE: The camp site was clean with no materials left on site.

Because of a lack of reporting the Inspector at this time will not close out this file. The Licensee is required to provide all of the required information to the Inspector such that a final review can be completed. Until such time as that information is submitted the Licensee is reminded that the terms and conditions of the existing license are still in enforce.

A. Keim

Inspector's Name

Inspector's Signature

Cc:

Peter Kusugak - Manager Field Operations Section- Indian and Northern Affairs Canada
Phyllis Beaulieu – Manager licensing – Nunavut Water Board