APPENDIX 7

Procedure to Neutralize Acids and Bases

COGEMA

ENVIRONMENT, HEALTH SAFETY DEPARTMENT

Memo

Date:	July 30, 2002		
To:	Bob Pollock, Jean Claude Rippert, Jean Charles Nadeau, Ken Wheatley	**Department:**	
Copy to:		**Fax:**	**Ref. #**
From:	Gerry Acott , COGEMA Resources Inc.	**Phone**	**Fax:**
E-mail:		**Page** **of**	
Subject:	**Procedure to Neutralize Acids and Bases**		

Gentlemen:

Attached is a procedure to neutralize the acids and bases at the Kiggavik Camp.

I have spoken with Jean Charles and sent him down to talk to Dan Douglas in the Cluff Lake Lab. Dan will provide him with rubber gloves and pH test paper to conduct this procedure. You will need to purchase the baking soda before going to site.

Regards!

COGEMA RESOURCES INC. P.O. Box 9204 817- 45th Street West Saskatoon SK Canada S7K 3X5 Tel: 306-244-2554

COGEMA

Procedure to Neutralize Acids and Bases at the Kiggavik Exploration Camp

Objective

To safely neutralize all acids and bases at the camp and dispose of them in an environmentally acceptable manner.

Materials and Supplies

On Site: Two plastic 20 litre pails, chemicals for neutralization, eye protection

To bring: Two large boxes of baking soda, rubber gloves, pH test paper

Procedure

Fill each of the pails half full of water. The first pail will be to conduct the neutralization, the second is to have some wash water immediately available in the event that acids inadvertently get spilled on skin or clothes.

Collect acids and bases. Acids include nitric acid (HNO_3), hydrochloric acid (HCl), Ferric Chloride ($FeCl_3$) and can be found in two places. The majority of the acids are located on a shelf under the desk in the office shed. There are also some in a labelled 20 litre pail inside the core shack (north door); this pail has "Beak" on it who was the consultant using these chemicals. Be extremely careful in handling these acids as they can inflict a severe burn if spilled on skin; use heavy rubber gloves.

The core shack also has a container of sodium hydroxide (NaOH) which is a base.

Conduct the neutralization outside with the wind at your back to allow ventilation; there will be fumes especially with the hydochloric acid. Using rubber gloves and eye protection, begin by pouring approximately one half of the bottle of nitric acid into the half pail of water and mix thoroughly. Add NaOH slowly and mix thoroughly. Measure the pH and continue to add base until the contents of the pail are approximately neutral. The pH test paper will provide this measurement by changing color. Anything in the range of pH 5 to 9 is ok.

Using the same procedure, add remaining acid (nitric first then hydrochloric then ferric) then base in the same manner until all chemicals are used up. I believe we may be short of base which is the purpose of the baking soda. After the NaOH is gone, use the baking soda in the same manner.

At the end of the process the pH should be neutral. At this point, the contents of the pail can be poured out as it will simply be salty water.

The potassium dichromate is neither an acid or a base and will have to be transported off site for ultimate disposal.

APPENDIX 8

Financial Assurance

COGEMA

September 16, 2002

Mr. L. Manzo, Chief Land Administrator
Kivalliq Inuit Association (KIA)
PO Box 340
Rankin Inlet, NU X0C 0G0
Fax #: 867-645-2348

Mr. C. McLean, Manager Land Administration
Indian and Northern Affairs Canada (INAC)
PO Box 100
Iqaluit NU X0A 0H0
Fax #: 867-975-4286

Dear Sirs:

RE: Decommissioning Financial Assurance for Kiggavik/Sissons

Please find attached a copy of the instructions we have provided to our bank, directing the issue of the requested letters of credit to your offices.

By a copy of this letter, and its attachments, we wish to also advise the Canadian Nuclear Safety Commission of the steps taken and request that they be prepared to return, for cancellation, the letter they currently hold as soon as we confirm that the replacement letters have been provided.

If you have any questions or concerns regarding these instructions, please contact me at 306-343-4552 or gerald.scherman@cogema.ca

Yours very truly,

Gerald Scherman
Vice-President, Finance

cc: Rick McCabe,
Director, Uranium Mine & Land Evaluation Division,
Canadian Nuclear Safety Commission

R. Pollock
G. Acott
J.C. Rippert

COGEMA

FAXED 9/16 1:30

September 16, 2002

Mr. Don Lee and Ms. Elaine Fortier
BNP PARIBAS (Canada)
PO Box 31
Suite 4100, TD Centre
Toronto ON M5K 1N8

via fax
514-285-6144
and 416 947 3558

Dear Mr Lee & Ms. Fortier:

RE: Letter of Credit #980240 - Kiggavik/Sisson

As we advised in our fax dated September 11, 2002, we require two new Letters of Credit to be issued regarding the above exploration project located in the Baker Lake area of Nunavut. The two letters are necessary because regulatory responsibility for this project and its lands has moved from the Canadian Nuclear Safety Commission (CNSC) to the beneficiaries listed below.

As soon as these letters are in place, we will arrange the return for cancellation of the Letter of Credit #980240 held by the CNSC.

The new Letters of Credit should be prepared and issued to the following beneficiaries for the dollar amount noted for each:

1. Kivalliq Inuit Association (KIA) — Fax #: 867-645-2348
   PO Box 340
   Rankin Inlet, Nunavut X0C 0G0
   Attention: Mr. L. Manzo, Chief Land Administrator
   Amount: $82,780.00 CAD

2. Receiver General
   c/o Indian and Northern Affairs Canada (INAC) — Fax #: 867-975-4286
   PO Box 100
   Iqaluit, Nunavut X0A 0H0
   Attention: Mr. C. McLean, Manager Land Administration
   Amount: $74,720.00 CAD

Using the form of the existing CNSC letter, we have attached a draft of the letter that we believe will be accepted.

COGEMA

As these two agencies wish to have these letters in their possession by September 20, 2002, as soon as possible please fax each a copy of their respective signed original and forward the signed originals by mail.

Please ensure that we receive copies of the faxed communications and the originals that are mailed. Thank you for your prompt attention to this matter.

Yours very truly,

Gerald Scherman
Vice-President, Finance

Date of Issue: September 20, 2002
Date of Expiry: September 20, 2003 **Place of Expiry:** Toronto

Beneficiary:	***Applicant:***
	COGEMA Resources Inc. 817 45th Street West PO Box 9204 Saskatoon SK S7K 3X5

On behalf of COGEMA Resources Inc., we hereby issue in your favour our Irrevocable Standby Letter of Credit in the amount of CAD $_____ (_____) including interest, costs, and accessories.

A payment under this Standby Letter of Credit shall be made on or before the expiry date upon you presenting to Banque Nationale de Paris (Canada), 77 King Street W., Suite 4100 Toronto, Ontario M5K 1N8, this Standby Letter of Credit accompanied by:

1. A demand in writing signed by the person who has been duly authorized to sign on your behalf;

2. A Beneficiary's signed certificate stating that either:

   a) COGEMA Resources Inc. has failed to fulfil its obligations with respect to decommissioning of the Kiggavik/Sissons Exploration Project resulting from, or under, the Territorial Land Use Regulations: or

   b) The Bank has notified the beneficiary that the Bank has elected not to consider this Letter of Credit renewed for an additional one-year period, and the applicant has failed to provide, on or before the date that is 30 days prior to the expiry date, a renewal Letter of Credit acceptable to the Beneficiary.

This Standby Letter of Credit shall remain in effect up to but not later than September 20, 2003. Upon receipt of the said documents on or before the expiry date, the Bank shall pay to you the amount stated under the said demand to be payable to you without enquiring whether you have a right to such amount as between yourself and the customer, providing such amount, together with other amounts paid to you under this Standby Letter of Credit, if any, do not exceed the aggregate amount of the Standby Letter of Credit.

It is a condition of this Letter of Credit that it shall be deemed to be automatically extended without amendment for one year from the present or any future expiration date hereof, unless at least sixty (60) days prior to any such date, we shall notify you in writing by registered mail or courier that we elect not to consider this Letter of Credit renewed for any such additional period.

Partial drawings are permitted.

Date of Issue: September 20, 2002
Date of Expiry: September 20, 2003 **Place of Expiry:** Toronto

Beneficiary:	***Applicant:***
	COGEMA Resources Inc. 817 45th Street West PO Box 9204 Saskatoon SK S7K 3X5

This Letter of Credit will become operative on September 20, 2002.

Except as otherwise expressly stated this documentary credit is subject to the Uniform Customs and Practice for Documentary Credit (1993 Revision) International Chamber of Commerce, Publication No. 500.

We engage to honour presentations submitted within the terms and conditions indicated above.

BANQUE NATIONALE DE PARIS (CANADA)

APPENDIX 9

Extension of Land Use Permit #N2000J0040

Indian and Northern Affairs Canada
Affaires indiennes et du Nord Canada
www.inac.gc.ca www.ainc.gc.ca
Land Administration, DIAND
P. O. Box 100
Iqaluit, NU X0A 0H0
Phone: (867) 975-4283 Fax: (867) 975-4286

Our file - Notre référence

September 10, 2002

Cogema Resources Inc.
P.O. Box 9204
817 - 45th Street West
Saskatoon, SK
S7K 3X5

Dear Mr. Wheatley:

Re: Land Use Permit #N2000J0040
Type of Operation: Storage
Location: Schultz Lake Area, Nunavut

Your application for storage is hereby approved pursuant to Section 19(2) of the Territorial Land Use Regulations. The commencement date is September 21, 2002 and expires on September 21, 2004.

Yours truly,

Michael Immaroitok
Land Administrator Specialist
Land Administration

cc: RMO

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