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March 4, 2011

Phyllis Beaulieu, Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0

Subject: Submission of Advanced Explorations Inc. 2010 Annual Report Water Licence 2BE-TUK1015

Dear Ms. Beaulieu,

Please find enclosed the following reports and information for the Advanced Explorations Inc. Tuktu Project:

- NWB Annual Report Excel Form reporting 2010
- 2010 Project Summary and 2011 Project Plans
- 2011 Abandonment and Restoration Plan
- 2011 Job Safety Plan
- 2011 Oil and Hazardous Material Spill Contingency Plan
 - Updates have been made to the Plan in regards to the letter from NWB dated February 4, 2011 to the following sections:
 - Procedure for Berm Water Contamination (Page 12)
 - The inclusion of INAC's Manager of Field Operations contacts (Page 7, 8, and Appendix E)
- Cheque for \$30.00 for annual water use fees

A complete package of information will be sent via email to licensing@nunavutwaterboard.org.

Please do not hesitate to contact us if additional information is required.

Best Regards,

Gary Williams

VP Environmental

416-203-0057 x224

gary@advanced-exploration.com

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Nunavut Water

Licensee to the enforcement measures and the penalties provided for in the Act;

- b. All inspection and enforcement services regarding this Licence will be provided by Inspectors appointed under the *Act*; and
- c. For the purpose of enforcing this Licence and with respect to the use of water and deposit or discharge of waste by the Licensee, Inspectors appointed under the Act, hold all powers, privileges and protections that are conferred upon them by the Act or by other applicable law.

PART B: GENERAL CONDITIONS

- 1. The water use fees of \$30, payable to the Receiver General for Canada, shall be sent to the Board annually for the right to the use of water in accordance with Section 9 of the Regulations.
- The Licensee shall file an Annual Report on the appurtenant undertaking with the Board no later than March 31st of the year following the calendar year being reported, containing the following information:
 - A summary report of water use and waste disposal activities;
 - b. A list of unauthorized discharges and a summary of follow-up actions taken;
 - c. Any revisions to the Spill Contingency Plan and Abandonment and Restoration Plan, as required by Part B, Item 7, submitted in the form of an Addendum;
 - A description of all progressive and or final reclamation work undertaken, including photographic records of site conditions before, during and after completion of operations;
 - c. Report all artesian flow occurrences as required under Part F, Item 3
 - A summary of all information requested and results of the Monitoring Program;
 - g. Any other details on water use or waste disposal requested by the Board by November 1 of the year being reported.
- The Licensec shall notify the NWB of any changes in operating plans or conditions associated with this project at least thirty (30) days prior to any such change.
- The Licensee shall install flow meters or other such devices, or implement suitable methods required for the measuring of water volumes as required under Part J, Item 1.
- 5. The Licensee shall, for all Plans submitted under this Licence, include a proposed timetable for implementation. Plans submitted, cannot be undertaken without subsequent written Board approval and direction. The Board may alter or modify a Plan if necessary to achieve the legislative objectives and will notify the Licensec in writing of acceptance, rejection or alteration of the Plan.

