

Field Operations Nunavut Regional Office PO Box 100 Iqaluit, NU X0A 0H0

September 25, 2012

Mr. Bruce Goad Inukshuk Exploration Inc. 21861-44A Ave Langley, BC V3A 8E1

On behalf of: Golden Bull Resources Corp. PO Box 6315 Level 8, 580 St. Kilda Road Central Melbourne, Victoria, 8008 Australia

RE: NWB Licence No. 2BE-WAL0607 and 2BE-CWL1116

Dear Mr. Goad,

I am new to this file, but a review of the available documentation shows remediation of this site occurred in 2007 and you requested closure at that time on behalf of Golden Bull Resources Corp (GBRC). No subsequent inspections of the water licence occurred due to operational constraints. In 2011, GBRC applied for a new licence at the same location, and was issued 2BE-CWL1116.

On August 10, 2012 I conducted an inspection at N66°47'58.9" W90°42'18.8" of the Walker Lake Camp (coordinates given by GBRC in their final closure) following the closure request from GBRC of 2BE-CWL1116. This camp is relevant to the expired 2BE-WAL0607 and current 2BE-CWL1116 licences, The 2BE-WAL0607 licence was cancelled while I was in the field and prior to my inspection. This cancellation was based on based on a Land Use Permit closure report that GBRC sent to the Nunavut Water Board, however, the LUP closure was made in error. AANDC is conducting an internal review to determine how this error occurred. There was no inspection for the terms and conditions of the water licence. Nonetheless, the Licensee is reminded that under s.46 of the Nunavut Waters and Nunavut Surface Rights Tribunal Act, cancellation of the licence does not relieve the licensee of their obligations under the licence.

The 2007 remediation of site was incomplete. While on-site I noted that there was a wooden structure with plastic and pipes remains buried in the ground, presumably the sump. Removal of this structure and backfilling of the hole will be required in 2013 as detailed in the inspection report below.

Further to this, the only annual report on record for this project is the 2006 report, which states that no activity occurred. However, there clearly was activity associated with this project at some point. All documentation required under the licences associated with this project is to be submitted to the NWB - Annual Reports with accurate coordinates, Articles of Incorporation showing the name changes etc.

I am requesting with this submission that the NWB reverse the decision to close the 2BE-WAL0607 licence based on this inspection report, and defer closure of 2BE-CWL1116 until such time as the requested work is completed.

Please feel free to contact me to discuss this if you have any questions.

Thank you,

Eva Paul

Water Resources Officer

Phone: 867-975-4548 Fax: 867-979-6445 Mobile: 867-222-6490

E-mail: Eva.Paul@aandc-aadnc.gc.ca

Cc: Andrew Keim, A/Manager, Field Operations, Nunavut Regional Office

Jeff Mercer, Manager, Land Administration, Nunavut Regional Office

Baba Pedersen, RMO, Kitikmeot Region

Phyllis Beaulieu, Manager of Licensing, Nunavut Water Board

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WATER LICENCE INSPECTION REPORT

Date: August 10, 2012	Licensee Rep. (Name/Title): N/A	
Licensee: Golden River Resources/Golden Bull Resources		Licence No.: 2BE-WAL0607 and 2BE-CWL1116

WATER SUPPLY

Source(s): NA	Quantity used: n/a
Owner:/Operator:	

Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected			
Intake Facilities: NA	Storage Structure: NA	Treatment Systems:	Chemical Storage: NA
Flow Meas. Device:	Conveyance Lines: ∪	Pumping Stations: NA	Screen : NA

Comments: Most evidence of the camp has been removed.

WASTE DISPOSAL

Sewage: Sewage Treatment System (Prim./Sec/Ter.): N/A

Natural Water Body: -	Continuous Discharge (land or water	er): -
Seasonal Discharge: -	Wetlands Treatment: -	Trench: -

Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected

Discharge Quality: NA	Decant Structure: NA	Erosion: NA
Discharge Meas. Device: NA	Dyke Inspection: NA	Seepages: NA
Dams, Dykes: NA	Freeboard: NA	Spills: NA
Construction: NA	O&M Plan: NA	A&R Plan: NA
Discharge: NA	Effluent Discharge Rate: NA	

Comments: Some piping remains and a constructed sump box with plastic.

Solid Waste:

Owner/Operator:

Landfill: NA Burn	Landfill: NA Other: Backhaul
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Comments: The remaining wood, plastic and piping should be removed and hole backfilled.

FUEL STORAGE:

Waste Oil Storage: None Owner/Operator: Licensee

Indicate: A - Acceptable U - Unacceptable NA - Not Applicable NI - Not Inspected

Berms & Liners: NA	Water within Berms: NA	Evidence of Leaks: NA
Drainage Pipes: NA	Pump Station & Catchments Berm: NA	
Pipeline Condition: NA	Condition of Tanks: NA	

Comments: No fuel is on-site

Non-Compliance of Act or Licence:

All structures should be removed and backhauled at the conclusion of the project.

Action Required:

- Licensee will remove the remaining structure left on-site, backfill the hole, and re-contour to the original state of the site. A report with photos is to be submitted to the inspector by July 31, 2013.
- The licensee will file Annual Reports for each year of each of the licences, Coordinates for all exploration activities that occurred that used water or deposited waste on the land are to be submitted in the appropriate annual reports. The company is required to disclose the extent of their activities associated with this project.

Eva Paul Inspector's Name

Inspector's Signature

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Photos of Inspection



Figure 1. Site of 2BE-WAL and 2BE-CWL. Camp outlines clearly visible.



Figure 2. Wooden structure with piping and buried plastic remain on-site.

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Figure 3. Plastic sheet surrounding the sump.

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