

June 14, 2006

P.O. Box 119 GJOA HAVEN, NU X0B 1J0 Tel: (867) 360-6338 FAX: (867) 360-6369

File: 2BM-ULU0008/TR/E1 (Previously NWB1ULU0008)

By Email and Regular Mail

David Stevenson Project Manager, Ulu Wolfden Resources Inc. 309 Court Street South Thunder Bay, ON P7J 1H1

dave.stevenson@wolfdenresources.com

Subject: Wolfden Resources Inc. submission of a revised Spill Contingency Plan under Part E, Item 1 and response to a letter from the NWB, dated November 2, 2005

Dear Mr. Stevenson;

The Nunavut Water Board ("NWB") would like to acknowledge the receipt of the above document on March 24, 2006 under Part E, Item 1 of Licence 2BM-ULU0008 (previously NWB1ULU0008). The document was distributed upon receipt for review and comment to interested persons with a submission deadline of April 28, 2006. All comments pertaining to the review of the Plan, received from interested persons, are available on-line at the NWB ftp site or by directly contacting the NWB.

The NWB has taken into consideration the information submitted along with the completeness with which the deficiencies of the approval letter dated November 2, 2005 have been addressed and accepts the revision of the *Spill Contingency Plan*, *Wolfden Resources Inc.*, *Ulu Exploration Project*, *dated February* 2006, in lieu of the addendum as requested in the November letter.

In order to ensure that the Spill Contingency Plan is maintained to the appropriate standard, the Licensee is encouraged to implement the following items immediately into the Spill Contingency Plan; however submission of the addendum could be postponed for inclusion with the annual review under Part B, Item 5(i) and submitted with the next Annual Report.

Items to be addressed in the Plan are as follows:

- i. The title page should be revised to reflect the correct issue date of the Licence;
- ii. Include the changes on the "Record of Revisions" page for reference;
- iii. The Distribution List under Section 1.3 be revised to indicate the current contact with Environment Canada, Mr. James Noble, located in the Iqaluit office of Environment Canada;
- iv. Environment Canada also requested that Mr. Noble be included in the Telephone Listing in the appendix, to be reached at Iqaluit, 867-975-4645 and fax 867-975-4594;
- v. Confirm the Ulu site contact numbers and update;
- vi. Within the contacts/distribution, it was noted that Mr. Jim Rogers is now the Manager of Water Resources, Iqaluit;
- vii. Identify the location of the disposal site for burning of fuel from spills (section 2.5) with relation to nearby water bodies and potential for release of contaminants to these water bodies;

- viii. A revised Spill Report Form for Nunavut is available from the Government of Nunavut or the NWB ftp site;
- ix. Section 5.1 makes reference to a containment berm that "may" be constructed. The Spill Plan should discuss only facilities and measures that are available at the time of revision. It should be clear that the containment berm is not required to address failures of the sewage system at present;
- x. Section 5.2.1 makes reference to "alternate sumps when completed", the SCP should reflect measures that are currently available and be revised to address the response required;
- xi. For responses of failure with the sewage system and mine water, the Plan should also include the proposed monitoring of the potential receiving bodies to determine the extent of spill effects;
- xii. Detailed response plans for petroleum products should consider the removal to a landfarm facility or remediation rather than shipment for disposal; and
- xiii. the action plan for fuel spills on water include the use of a skimmer, however this item is not included in the materials and equipment available listed in Table 3.

The NWB would like to take this opportunity to remind the Licensee that a Spill Contingency Plan, a requirement of an application as per section 6(2)(g)(i) and (ii) of the Regulations, shall also be prepared based on the *Government of Nunavut Spill Contingency Planning and Reporting Regulations* and *A Guide to the Spill Contingency Planning and Reporting Regulations*, as well as any other applicable legislation. Comments provided by the interested persons are to serve as an additional guide to the preparation of the Plan. The Spill Contingency Plan, prepared for NWB Licence 2BB-ULU0008 shall be maintained on site to the satisfaction of the Inspector.

Should you have any questions or require clarification on the above, please feel free to contact the undersigned at (780) 443-4406 or email tech2@nwb.nunavut.ca at your earliest convenience.

Yours truly,

Original signed by:

David Hohnstein, C.E.T. Technical Advisor Mining

Cc: Distribution list