



Water Resources Division
Nunavut Regional Office
Iqaluit, NU
X0A 0H0

NWB File: 2BM-ULU0914
CIDMS #: 485355

Sept 30, 2011

Re: 2BM-ULU0914 – Spill Contingency Plan - Ulu Mine Site – Elgin Mining Ltd.

Please be advised that the Water Resources Division of Aboriginal Affairs and Northern Development Canada (AANDC) have completed a review of the spill contingency plan for 2BM-ULU0914 from Elgin Mining Ltd. The Nunavut Water Board (NWB) circulated the spill contingency plan for comments on Aug 30, 2011. All documents related to the application posted on the NWB ftp site under 2BM-ULU0914 were included in my review (See attached Technical Review Memo).

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4282 or by email at Ian.Parsons@aandc-aadnc.gc.ca.

Sincerely,

Original signed by

Ian Parsons
Regional Coordinator



Technical Review Memorandum

To: Phyllis Beaulieu – Manager of Licensing, Nunavut Water Board

From: Ian Parsons – Regional Coordinator, Aboriginal Affairs & Northern Development Canada.

Re: 2BM-ULU0914 – Spill Contingency Plan - Ulu Mine Site – Elgin Mining Ltd.

Background

The Ulu Project is situated in Kitikmeot Region of Nunavut approximately 250 km southeast of Kugluktuk.

On May 6, 2011 a purchase agreement between MMG and Elgin Mining Incorporated, declared that Bonito Capital Corporation, being a party to the purchase agreement, will acquire all of MMG's interest in the Ulu Mine Property.

Recommendations/Comments

AANDC recommends the use of drip pans and/or other secondary containment device when refuelling operations are to take place.

AANDC notes that all spills are to be reported to the Manager of Field Operations of the Department of Aboriginal Affairs and Northern Development (formerly INAC) at the following numbers 867 975 4295 or Fax 867 975 6445.

AANDC reminds the proponent that the sewage waste disposal system at Ulu has a retention pond (lagoon) where all wastes are directed after going through the Rotator Biological Contactor (RBC). The effluent would stay in this pond until such time as the effluent meets water license requirements for discharge. However, prior to discharging the proponent is to advise an AANDC inspector 10 days before the planned discharge of effluent to the environment.



Cc. David Abernethy, A/Manager of Water Resources – Aboriginal Affairs and
Northern Development Canada, Nunavut Regional Office
Andrew Keim, A/ Manager of Field Operations - Aboriginal Affairs and
Northern Development Canada, Nunavut Regional Office