

Suite 507-700 W. Pender Street, Vancouver, BC V6C 1G8 CANADA

Tel: +1.778.379.1433

July 2<sup>nd</sup>, 2022

Richard Dwyer
Manager of Licencing
Nunavut Water Board
PO Box 119
Gjoa Haven, NU
XOB 1J0

Dear Mr. Dwyer,

## Re. 2BM-ULU2030 Part J Item 14 - Monthly Monitoring Program, June 2022

Further to Part J Item 14 of 2BM-ULU2030, Blue Star Gold Corp. (Blue Star) is pleased to provide the following in fulfillment of monthly monitoring requirements during periods of site activity. Activities commenced/ongoing at Ulu throughout June included camp operations, compliance monitoring, waste management and exploration including diamond drilling. Results for monitoring stations listed in Table 1 are provided in Tables 2 and 3.

Table 1. Applicable monitoring stations, June 2022

Station ID	Station Description	Comment
ULU-1	Water Intake at West Lake	See Table 2
ULU-2	Sewage effluent discharge point	Inactive, facility decommissioned
ULU-3	Sewage treatment facility sludge	Inactive, facility decommissioned
ULU-4	Minewater pumped from underground	Not discharging
	Mine Sump	
ULU-4b	Surface retention pond	Not discharging
ULU-5	Settling/Neutralization Pond 1	Pond not constructed
ULU-6	Settling/Neutralization Pond 1	Pond not constructed
ULU-7	Runoff from the waste rock storage area	See Table 3
ULU-8	Runoff from the ore storage area	See Table 3
ULU-9	Outflow East Lake	See Table 3
ULU-10	Inflow Ulu Lake from East Lake	Inactive, facility decommissioned
ULU-11	Outflow Ulu Lake	See Table 3
ULU-12	Domestic water intake for new camp	New camp not constructed
ULU-13	Soil treatment facility water holding pond	Facility not yet constructed
ULU-14	Bulk fuel storage facility	Temporarily withdrawn from service
ULU-15	Landfill facility	No run-off observed
MW-1, -2, -3	Monitoring wells at soil treatment facility.	Facility not constructed; wells not installed

Table 2. ULU-1 Daily volume, June 2022 (domestic and drilling water use).

Data	Volume (m³)							
Date	Domestic	Drilling	Core cutting*	Daily Total				
1	0	0	-	0				
2	1.5	0	-	1.5				
3	0	0	-	0				
4	1.5	0	-	1.5				
5	0	0	-	0				
6	0	0	-	0				
7	3.55	0	-	3.55				
8	0	0	-	0				
9	2.9	0	-	2.9				
10	3.16	0	-	3.16				
11	2.95	0	-	2.95				
12	0	0	-	0				
13	3.37	0	-	3.37				
14	0	0	-	0				
15	3	0	-	3				
16	3.17	0	-	3.17				
17	2.75	0	-	2.75				
18	1.79	32.03	32.03 -					
19	4.46	0	-	4.46				
20	3.73	41.24	-	44.97				
21	2.22	44.89	-	47.11				
22	1.92	37.48	-	39.4				
23	2.38	0	-	2.38				
24	2.35	45.7	-	48.05				
25	4.46	45.8	-	50.26				
26	2.29	28.68	-	30.97				
27	13.67	41.05	-	54.72				
28	2.44	30.26	-	32.7				
29	3	31.28	-	34.28				
30	1.37	0	-	1.37				

\*Core cutting water is included in the domestic extraction

Table 3. Results for ULU-7, ULU-8, ULU-9, ULU-11, and ULU-15, June 2022.

	Units	Detection Limits	ULU-7	ULU-8	ULU-9	ULU-11	ULU-15
Data			June 6 <sup>th</sup> ,	June 7 <sup>th</sup> ,	June 7 <sup>th</sup> ,	June 7 <sup>th</sup> ,	-
Date			2022	2022	2022	2022	
Flow	L/sec		0.267	0	120	4500	-
-11	Field		8.11	7.20	7.69	7.55	-
рН	Lab		6.63	6.46	6.28	6.14	-
Conductivity	uS/cm		110	320	55	26	-
Total Suspended Solids	mg/L	1.0	1.7	2.6	<0.97	<0.99	-
Alkalinity (PP as CaCO3)	mg/L	1.0	<1.0	<1.0			-
Alkalinity (Total as CaCO3)	mg/L	1.0	22	20			-
Dissolved Chloride (CI)	mg/L	1.0	<1.0	9.4			-
Dissolved Sulphate (SO4)	mg/L	1.0					-
Fecal Coliforms	MPN/100mL				<1	<1	-
Total Ammonia (N)	mg/L	0.015	<0.015	<0.015			-
Dissolved Nitrite (N)	mg/L	0.010	<0.010	<0.010			-
Dissolved Nitrate (N)	mg/L	0.010	0.14	0.79			-
Turbidity	NTU	0.10	3.7	0.86			-
Total Mercury (Hg)	ug/L	0.0019	0.0023	0.0073	0.0036	0.0019	-
Total Arsenic (As)	ug/L	0.020	3.44	1.74	0.219	0.049	-
Total Cadmium (Cd)	ug/L	0.0050	0.0140	0.0732	0.0131	<0.0050	-
Total Copper (Cu)	ug/L	0.0050	4.74	3.03	1.94	2.15	-
Total Lead (Pb)	ug/L	0.0050	0.314	0.0251	0.0139	0.0083	-
Total Nickel (Ni)	ug/L	0.020	2.30	7.84	2.06	2.79	-
Total Zinc (Zn)	ug/L	0.10	5.79	46.0	7.16	2.45	-
F2 (C10-C16 Hydrocarbons)	mg/L	0.10					-
F3 (C16-C34 Hydrocarbons)	mg/L	0.10					-
F4 (C34-C50 Hydrocarbons)	mg/L	0.20					-
Benzene	ug/L	0.40					-
Toluene	ug/L	0.40					-
Ethylbenzene	ug/L	0.40					-
m & p-Xylene	ug/L	0.80					-
o-Xylene	ug/L	0.40					-
Xylenes (Total)	ug/L	0.89					-
F1 (C6-C10) - BTEX	ug/L	100					-
F1 (C6-C10)	ug/L	100					-

Should you have any questions about this report, don't hesitate to reach out. Regards,

Liam West

Environmental Technician Blue Star Gold Corp. enviro@bluestargold.ca 778-379-1433

- cc. T. Bolt, Kitikmeot Inuit Association
  - B. Pedersen, Crown-Indigenous Relations and Northern Affairs Canada
  - S. Kuflevskiy, Nunavut Water Board
  - D. Lindsay, Blue Star Gold Corp.