

June 6, 2018

Sheldon Scyrup
Team Lead, Environment & Regulatory
Chevron Canada Resources
500 - Fifth Avenue SW
Calgary, AB T2P 0L7

Dear Mr. Scyrup:

Re: N7L1-1787 - Chevron Canada Limited - Langley K30 Drilling Sump, 2017 Environmental Site Monitoring Report

The Inuvialuit Water Board (IWB) acknowledges receipt of the 2017 Environmental Site Monitoring Report submitted by MGM Energy Corp., on behalf of Chevron Canada Limited, on April 10, 2018. The 2017 Environmental Site Monitoring Report and the GNWT Environment and Natural Resources (ENR) inspection reports of August 21, 2014 and July 31, 2013 reported subsidence on the western side of the sump. The inspection reports indicated:

- *Subsidence and associated ponding can lead to further degradation of the sump cap and disturb the permafrost and integrity of the sump.*

The IWB request Chevron take recommended actions identified in the inspection reports by using soil placement and recontouring of the subsided area to address the concerns and maintain the integrity of the sump.

Should you have any questions or concerns, please contact me at 867-678-8610 or adhikarib@inuvwb.ca or Mardy Semmler, IWB Executive Director, at 867-678-8609 or semmlerm@inuvwb.ca.

Sincerely,



Bijaya Adhikari, PhD
Science and Regulatory Coordinator

cc: Lloyd Gruben, Water Resources Officer - ENR Inuvik
Terence Hughes, Regulatory and Community Affairs – MGM Energy