March 6, 2015

Inuvialuit Water Board
P.O. Box 2531
Inuvik, NT X0E 0T0

Attn: Freda Wilson, Office and Finance Administrator

RE: INDUSTRIAL Water Use N7L1-1835
CLASS A – INDUSTRIAL
Inuvik – Tultoyaktuk Highway – North End

To: Ms. Wilson,

Please find the enclosed Inspection Report for your review and records.

An electronic copy (un-editable Adobe pdf.) has also been provided by e-mail.

If you have any questions or concerns regarding the enclosed, and/or if additional information is required please contact me at (867) 777-8900.

Regards,

Donald Arey
Manager Resource Management
Department of Lands
Beaufort Delta Region-Inuvik

Cc:
Konrad Baetz, Superintendent Dept. of Lands, Beaufort Delta Region
Stephen Charlie, Superintendent, Dept. of Environment and Natural Resources
March 6, 2015

Government of the Northwest Territories - Department of Transportation
Lahm Ridge Tower, 2nd Floor, 4501 - 51 Avenue
P.O. Box 1320
Yellowknife, NT X1A 2L9

Attn: Larry Pureka

RE: INDUSTRIAL Water Use N7L1-1835 – North End
CLASS A - INDUSTRIAL

Dear Larry Pureka,

An inspection of the above noted operation was conducted on March 05, 2015 by under signed.

Enclosed is a copy of the Industrial Water Use Inspection Report.

If you have any questions, please contact me at 867 777-8900.

Regards,

[Signature]
Donald Arey
Manager Resource Management
Department of Lands
Beaufort Delta Region

Cc: Conrad Baetz, Superintendent Dept. of Lands, Beaufort Delta Region,
Stephen Charlie, Superintendent, Depart. of Environment and Natural Resources
**WASTE DISPOSAL – MINING – OTHER**

<table>
<thead>
<tr>
<th>Indicate:</th>
<th>A - Acceptable</th>
<th>U - Unacceptable</th>
<th>N/A - Not Applicable</th>
<th>N/I - Not Inspected</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ore &amp; Waste Rock Stockpiles</td>
<td>N/A</td>
<td>Chemical Storage</td>
<td>N/A</td>
<td></td>
</tr>
<tr>
<td>Ground Water Discharge</td>
<td>N/A</td>
<td>Mine Water Discharge</td>
<td>A</td>
<td></td>
</tr>
</tbody>
</table>

**Mining-Other Comments:**

All aspects with regards to stock piles at sources 170 and 174 were acceptable at the time of the inspections. Please note that as freshet is closely approaching and the chances that a earlier thaw may occur it is advised that plans are made to ensure any waste will not be getting into any water bodies.

**FUEL STORAGE**

<table>
<thead>
<tr>
<th>Indicate:</th>
<th>A - Acceptable</th>
<th>U - Unacceptable</th>
<th>N/A - Not Applicable</th>
<th>N/I - Not Inspected</th>
</tr>
</thead>
<tbody>
<tr>
<td>Owner:</td>
<td>EGT</td>
<td>Operator:</td>
<td>EGT</td>
<td>Condition of tanks:</td>
</tr>
<tr>
<td>Berms &amp; Liners</td>
<td>A</td>
<td>Water within Berm:</td>
<td>NIL</td>
<td>A</td>
</tr>
<tr>
<td>Drainage Pipes</td>
<td>N/A</td>
<td>Pump Station and Catchment Berm</td>
<td>A</td>
<td>Evidence of Leaks: NIL</td>
</tr>
<tr>
<td>Pipeline Condition</td>
<td>N/A</td>
<td>Runoff Diversion</td>
<td>N/A</td>
<td></td>
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</tbody>
</table>

**Fuel Storage Comments:**

No environmental concerns were observed at the time of inspection with the fuel storage.

**GENERAL CONDITIONS/REPORTS/PLANS**

<table>
<thead>
<tr>
<th>Indicate:</th>
<th>A - Acceptable</th>
<th>U - Unacceptable</th>
<th>N/A - Not Applicable</th>
<th>N/I - Not Inspected</th>
</tr>
</thead>
<tbody>
<tr>
<td>C &amp; R Plan</td>
<td>N/I</td>
<td>Records &amp; Reporting</td>
<td>N/I</td>
<td>Final Report</td>
</tr>
<tr>
<td>Geotechnical Inspection</td>
<td>N/I</td>
<td>Posting, Signage</td>
<td>N/I</td>
<td>Contingency Plan</td>
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<tr>
<td>Restorations Activities</td>
<td>N/A</td>
<td>Spills</td>
<td>N/A</td>
<td>O&amp;M Plan</td>
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<tr>
<td>Maintenance</td>
<td>U</td>
<td>Modifications</td>
<td>N/A</td>
<td>Annual Report</td>
</tr>
</tbody>
</table>

**General Condition Comments:**

At the source 170 camp maintenance area it was observed that a rock truck was being worked on outside with no drip trays or diapering in the event of a leak or spill.

**Inspector's Signature:**

Date: March 05, 2015

Licence #: N7LI-1835

Page No: 1
Figure 1
Aerial of Source 170

Figure 2
vehicle being worked on with no drip tray or diapering.