



Indian and Northern Affairs Indiennes
Affaires Canada et du Nord Canada

INDUSTRIAL WATER USE INSPECTION REPORT

(OIL AND GAS EXPLORATION, PRODUCTION, PROCESSING AND REFINING)

DATE:	MARCH 26, 2002	COMPANY REP:	BRIAN MOORE
LICENSEE:	JAPEX CANADA LTD. MALLIK 3L-38 WELLSITES.	LICENCE NUMBER:	N7L1-1769.

WATER SUPPLY:

Source:	MACKENZIE RIVER	Quantity Used:	REFER TO RECORDS.	Meter Rtg:	BY TRUCKLOAD.
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Indicate:	A - Acceptable	U - Unacceptable	N/A - Not Applicable	N/I - Not Inspected			
Intake Facilities	N/A	Storage Structures	N/A	Treatment Systems	N/A	Recycling	N/A
Flow Meas. Device	N/A	Conveyance Lines	N/A	Pumping Stations	N/A	Modifications	N/A

Comments: LICENSEE HAD DEPARTED FROM SITE. LICENSEE'S CONTRACTOR, EGT (EARTH GROUP), WAS ON SITE CONCERNING AND CAPPING DRILL SUMP. NO WATER USE AT TIME OF THIS INSPECTION.

WASTE DISPOSAL:

Well Wastes:	Drilling Sump	✓	Off-Site Removal	N/A	Downhole	N/A	Landspread	N/A
Jewage:	Sewage Treat.	N/A	Camp Sump	✓	Natural Water Body	N/A	Wetlands Treat.	N/A
	Continuous	N/A	Inter. Discharge	N/A				
Solid Waste:	Open Dump	N/A	Landfill	N/A	INCINERATOR Burn & Bury	A	Sludge Disposal	N/A

Indicate:	A - Acceptable	U - Unacceptable	N/A - Not Applicable	N/I - Not Inspected			
Discharge Quality	A	Conveyance Lines	N/A	Disch. Meas. Dev.	A	Freeboard	A
Decant Process	N/A	Sump Treatment		Dykes, Berms	N/A	Scrapes	N/A
Sump Liners	NATURAL	Runoff Diversion	N/A	Erosion	N/A	Spills	NONE REGISTERED.

Effluent Discharge Rate:	N/A.	SNP Samples Collected:	YES. BY LICENSEE & INSPECTOR, AT SNP 1769-2.
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Comments: DRILL SUMP AND CAMP SUMP WILL BE MONITORED FOR SLUMPING AND SEEPAGE.
LICENSEE BURIED SOME SEWAGES AND GARBAGE IN CAMP SUMP. CAMP SUMP WAS CAPPED AT TIME OF THIS INSPECTION. ONE PUG- SUMP ON SITE FOR CAT CAPPING SUMP.

GENERAL CONDITIONS:

Indicate:	A - Acceptable	U - Unacceptable	N/A - Not Applicable	N/I - Not Inspected	
Maintenance	N/A	Records & Reporting	U	Surveillance Network Program (SNP)	A
Geotechnical Inspection	N/A	Posting of Facilities	N/A	Contingency Plan	UNDER REVIEW.
A & R Plan	N/A	Modifications	A	Fuel/Product Storage	N/A
Groundwater Discharge	N/A	Chemical Storage	N/A	Annual Report 2001 ANNUAL REPORT DUE MARCH 31, 2002.	

Comments: RIG, CAMP AND MATERIALS WERE ALL REMOVED FROM SITE. ONE D-A CAT WAS ON SITE DOCKING AND CAPPING THE DRILLING SUMP.

Violation(s) of Act and/or Licence: VIOLATIONS: 1. SNP PART C, ITEM 1: JANUARY AND FEBRUARY 2001 SNP DATA NOT SUBMITTED.

2. SNP PART B, ITEM 6: NO QA/QC PLAN SUBMITTED.

General Comments: THE LICENSEE WAS GIVEN WRITTEN APPROVAL BY THIS INSPECTOR MARCH 26, 2002 TO PROPERLY ABANDON THEIR DRILL SUMP. THE APPROVAL WAS BASED ON A ANALYTICAL REPORT SUBMITTED BY CANADIAN PETROLEUM ENGINEERING INC., DATED MARCH 25, 2002. THE LICENSEE WAS REMINDED THAT FOLLOWUP MONITORING WILL OCCUR IN JUNE AND/OR JULY OF THIS YEAR. THE LICENSEE IS ALSO REMINDED TO SUBMIT TO THE BOARD THEIR 2002 ANNUAL REPORT BEFORE MARCH 31, 2003.

Additional Comments Attached: Yes No X

Inspector's Signature:

Inspector's Title:
WATER RESOURCES OFFICER

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WATER RESOURCES OFFICER

Licensee Representative's Signature: