



Dominion Diamond Mines ULC
 900-606 4 Street SW (403) 910-1933
 Calgary, Alberta T2P 1T1 (403) 910-1934 fax
 www.ddmines.com

August 4, 2020

Philip Senyonga - Manager, Corporate Services
 Government of the Northwest Territories
 Environment and Natural Resources
 600, 5102-50th Avenue
 Yellowknife, NT X1A 2L9

Re: Water Licence W2012L2-0001 Notification of EFT Payment of Annual Water Use Fees, 2020/2021 Ekati Diamond Mine, NT

This is to inform you that as per subsection 8(1) of the *Waters Regulations*, there was a payment, in the amount of \$4,150.00 for the annual water use fees under Water Licence W2012L2-0001 (WL) from Dominion Diamond Mines ULC (Dominion), deposited into GNWT's banking account by way of electronic funds transfer (EFT) on July 22, 2020.

This payment is based on all water uses (dewatering, drawdown, road watering, and withdrawal of freshwater) and limits as outlined in Part D Condition 2 (see attached excerpt from WL). As required, these fees were calculated using the 2012 water fee calculator developed by Aboriginal Affairs and Northern Development Canada (AANDC) for all Land and Water Boards in the Northwest Territories under sections 65, 102 and 106 of the *Mackenzie Valley Resource Management Act* (MVRMA). The water sources included in this payment and those which Dominion foresees the use of in the upcoming year (as per Part B Condition 2 of the WL) are those found in the table below.

Water Source	Maximum Quantity of Water Use (m ³)
Grizzly Lake	200,000
Thinner Lake	15,000
Falcon Lake	100,000
Lac de Gras	100,000

Note that there are other approved water sources within the WL, however these are not anticipated to be used in the upcoming year and do not form part of this payment. Also, Part D Condition 3, which relates to one time use of water and fees, is not applicable for the upcoming year (2020-2021) therefore there are no fees included in the above payment amount related to this Condition.



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If you have any questions or concerns please contact me at 867-766-6914 or Lynn.Boettger@ddcorp.ca or Claudine Lee, Head of Environment at 403-910-1933 ext. 2401 or Claudine.Lee@ddcorp.ca.

Sincerely,

A handwritten signature in black ink that reads 'Lynn Boettger'.

Lynn Boettger
Superintendent, Permitting

cc. Rhiana Bams, Regulatory Specialist, WLWB
Anneli Jokela, Regulatory Manager, WLWB
Jamie Steele, Manager Diamond Resource Management, GNWT Department of Lands

Part D: Conditions Applying to Water Use

1. The Licensee may only obtain water for domestic purposes, processing, road watering, and associated use from Long Lake Containment Facility, Koala South and East Sumps, Desperation Pond, King Pond Settling Facility, Two Rock Lake, Two Rock Sedimentation Pond, Falcon Lake, Lac de Gras, Lac du Sauvage, Grizzly Lake, Little Lake, and Thinner Lake (Misery Camp), unless otherwise approved by the Board. Water will be withdrawn using the Water Supply Facilities, unless otherwise authorized in writing by an Inspector.
2. The annual quantity of fresh water withdrawn for any purpose excluding those one-time uses described in Part D, Condition 3, shall not exceed the limits set out below (in cubic metres):

Water Source	Timing of Use (where applicable)	Maximum Quantity of Water Use (m ³)
Two Rock Lake		466,000
Grizzly Lake		200,000
Little Lake		400,000
Thinner Lake		15,000
Falcon Lake		100,000
Lac de Gras		100,000
Lac du Sauvage	construction phase	500,000
	operations phase	100,000

3. Fresh water withdrawn for a one-time water use, shall not exceed the limits set out below:

Water Source	Timing of Use (where applicable)	Maximum Quantity of Water Use (m ³)
Sable Lake	Dewatering	560,400
Pigeon Pond	Dewatering	18,500
Lac du Sauvage (area enclosed by Jay Dyke and North Dyke)	Dredging	1,000,000
	Dewatering	32,000,000

A one-time water use fee is to be paid prior to the commencement of each one-time water use.