



South Slave Region
41 Capital Drive #203
Hay River, NT X0E 1G2

Telephone: 867 874-6994
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October 22, 2014

Eagle Plains Resources Ltd.
200, 16-11 Avenue S.
Cranbrook, BC V1C 2R7

Attention: Tim J. Termuende

**RE: Land Use Permit S07C-005 (Expired)
Fuel Cache
Willow Handle Lake, NT**

Dear Mr. Termuende,

An inspection of the above noted operation was conducted on September 15, 2014 by Resource Management Officer Norm McCowan.

Enclosed is a copy of the Environmental Inspection Report. Please refer to the unacceptable and noted conditions in the general comments section of this report. Your attention to this matter is appreciated.

If you have any questions or concerns, please contact myself at (867) 874-6994 or the Inspector for the Sahtu Region, Katherine Ades at (867) 587-7212.

Sincerely,

Original Signed

Norm McCowan
Resource Management Officer III
Department of Lands
South Slave Region

cc: Sahtu Land and Water Board
Stephen Deschene, Regional Superintendent, Sahtu Region, Lands
Katherine Ades, Resource Management Officer II, Sahtu Region, Lands



ENVIRONMENTAL INSPECTION REPORT

Permittee:	Eagle Plains Resources Ltd.	Permit Expiry Date:	June 17, 2014
Land Use Permit No.	S07C-005	Previous Inspection:	September 11, 2013
Quarrying Permit No.		Inspection Date:	September 15, 2014
Contractor:	Terra Logic / Bootleg Exploration	Subcontractor:	
Location(s) Inspected:	Willow Handle Lake, NT		
Current Stage of Operation:	Land use permit expired on July 17, 2014. Removal of fuel drums remains outstanding.		
Program Modifications Approved:			

Condition of Operation "A" - Acceptable "U" - Unacceptable "N/A" - Not Applicable "N/I" - Not Inspected

Operating Condition	Aspect Inspected			
	Fuel Cache			
Brush Disposal	N/A			
Chemicals	N/A			
Equipment as Approved (Type & Size)	N/A			
Erosion (Control or Prevention)	N/A			
Fuel Storage	N/A			
Historical / Archaeological Sites	N/A			
Location as Permitted	U	(1.7)		
Matters not Inconsistent	N/A			
Methods & Techniques	N/A			
Restoration of Lands	N/A			
Time as Permitted	U	(2.2, 2.5)		
Wastes	A			
Wildlife and Fisheries Habitat (Protection)	A			

Explanatory Remarks -

Fuel Cache:

An inspection of the fuel cache at Willow Handle Lake was conducted by Resource Management Officer Norm McCowan on September 15, 2014. The inspection was conducted to ensure compliance with the conditions annexed to Land Use Permit S07C-005.

Land Use Permit S07C-005 expired on June 17, 2014 and this inspection notes that approximately 20 - 45 gallon drums remain near the dock at Willow Handle Lake (64° 06' 6.72"N 129° 49' 36.72"W) awaiting removal. In accordance with Permit Conditions #1.7 (REMOVE WASTE MATERIAL) and 2.5 (CLEAN-UP), all drums must be removed and hauled to an authorized site for disposal.

The Inspector for the Sahtu Region was not notified to the Permittees schedule advising when the final clean-up would be completed which is in violation of Permit Condition #2.2. Please contact Katherine Ades, the Inspector for the Sahtu Region at (867) 587-7212 regarding your schedule to complete the clean-up.

A Final Plan showing the locations of all drill sites, camps and fuel storage locations remains outstanding. A Final Plan must be submitted to the Sahtu Land and Water Board within 60 days as per section 29 of the Mackenzie Valley Land Use Regulations.

The fuel cache at Gayna River and associated drill sites were not inspected. The previous inspection conducted on September 11, 2013 stated that 12 drums of fuel and cribbing remained on site. If not already done, these drums and cribbing must be removed and hauled to an authorized disposal site.

Original Signed by Norm McCowan

Representative Signature

Inspector's Signature

Date:	September 15, 2014	Permit #:	S07C-005	Page No:	1
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ENVIRONMENTAL INSPECTION REPORT

Inspection Images:

Figure 1

Fuel drums have not been removed from the Willow Lake area prior to the expiry date of the land use permit.

