May 2, 2002

Mr. Randy Hetman DAR/Construction Manager Shell Canada Limited P.O. Box 100, Stn. "M" 400 - 4th Avenue S.W. CALGARY, NT T2P 2H5

Dear Mr. Hetman:

CAMP FAREWELL O&M PLAN: SEWAGE AND SOLID WASTE FACILITIES

The Northwest Territories Water Board has reviewed the above Operations and Maintenance Plan as required by your Water Licence, Part D, Item 1.

The Plan is a good manual for the operation and maintenance of the RBC Sewage Treatment Facilities. However, the Board is concerned that this system is producing wastewater that is not meeting the Water Licence discharge limits. What is Shell's plan to ensure that the post-treatment wastewater will meet the Water Licence limits?

Also, the Plan is lacking the required information on the Solid Waste Management Facilities, specifically, any reference to the disposal of the combustible and non-combustible solid wastes generated by the camp and operation. Therefore, the Board is requesting that a revised Plan be submitted for review and approval within forty-five (45) days of the date of this letter.

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If you require further assistance, please contact this office. For enquiries of a technical nature, contact Ms Sarah Aho at (867) 669-2402 or Mr. David Milburn at (867) 669-2650 of the Water Resources Division.

Sincerely,

Gordon Wray

Chairman

N.W.T. Water Board