May 13, 2005

Mr. Pete Millman Devon Canada Corporation 1600, 324 - 8th Avenue S.W. CALGARY, AB T2P 2Z5

2004 ITIGINKPAC F-29 SUMP MONITORING PROGRAM REPORT

Thank you for your submission in November 2004. Upon subsequent review of the 2004 Itiginkpac F-29 Sump Monitoring Program Report it has been concluded that migration of sump contents has potentially occurred at the site. The Northwest Territories Water Board therefore requires the following information in addition to our request dated April 20, 2005:

- 1. Collect both water and soil samples from the F-29 site, to fully delineate the extent and significance of drilling waste migration from the sump. Water and soil samples should be analysed for the parameters outlined in Appendix A of your Water Licence N7L1-1777. In addition to these parameters, samples should also undergo a Microtox analysis. Sampling sites should include areas of elevated conductivities as outlined in Devon's 2004 EM38 survey of the site, and at nearby waterbodies where it appears that contaminants may be migrating toward. Sampling sites must be approved by the Inspector ten (10) days prior to initiating the sampling program;
- Collect photographs of the sump site and the area of elevated conductivities as seen in the EM38 survey provided in Devon's 2004 Itiginkpac F-29 Sump Monitoring Program Report; and
- 3. Provide a report to the Board, including an analysis of the information collected at the site during sampling. All data must be submitted in printed form and electronically in spreadsheet format on a diskette or other electronic forms acceptable to the Board as required in Part B, Item 3 of your Water Licence.

The Board is requesting that the required information be submitted for review by September 30, 2005.

If you require further assistance, please contact this office. For enquiries of a technical nature, contact Ms. Sarah Aho at (867) 669-2402 or Dr. Kathleen Racher at (867) 669-2749 of the Water Resources Division.

Sincerely,

Gordon Wray

Chairman

N.W.T. Water Board

c.c.: K. Glowa, NMDO-Inuvik