

YUKON WATER BOARD

AUTHORIZATION OF ASSIGNMENT OF WATER USE LICENCE

Pursuant to the *Waters Act* and Regulation, the Yukon Water Board hereby authorizes the assignment of the water use licence which is described as:

Licence Number: PM10-020

Licence Type: B

Nature of Undertaking: Placer Mining

Location: Gold Run Creek, Trib. of Dominion Creek

Together with all legal rights and obligations conferred thereby,

From: **Myles Paddock**
Box 511
Brooks, AB T1R 1B5

To: **Don Ruman**
Box 525
Dawson City, YT Y0B 1G0

The effective date of the assignment of this water use licence shall be the date on which the signature of the Chairperson of the Yukon Water Board is affixed.

THIS AUTHORIZATION OF ASSIGNMENT OF LICENCE ISSUED AT WHITEHORSE, IN THE YUKON TERRITORY.

Dated this 6 day of
October, 2010.

YUKON WATER BOARD



Witness



Chairperson

YUKON WATER BOARD

**AUTHORIZATION OF ASSIGNMENT OF
PLACER MINING LAND USE OPERATING PLAN APPROVAL**

Pursuant to the *Placer Mining Act*, the Yukon Water Board hereby authorizes the assignment of the Placer Mining Land Use Operating Plan Approval which is described as

Number: AP10020

Location: Gold Run Creek, Tributary Dominion Creek

Associated Water Use Licence: PM10-020

Together with all legal rights and obligations conferred thereby,

From: **Myles Paddock**
Box 511
Brooks, AB T1R 1B5


To: **Don Ruman**
Box 525
Dawson City, YT Y0B 1G0

The effective date of the assignment of this Mining Land Use Operating Plan Approval shall be the date on which the signature of the Chairperson of the Yukon Water Board is affixed.


THIS AUTHORIZATION OF ASSIGNMENT ISSUED AT WHITEHORSE, IN THE YUKON TERRITORY.

Dated this 6 day of
October, 2010.

YUKON WATER BOARD



Witness



Chairperson

APPLICATION FOR ASSIGNMENT
WATER USE LICENCE PM10-020
AND PLACER MINING LAND USE OPERATING PLAN APPROVAL AP10020
REASONS FOR DECISION

This is an application to assign water use licence PM10-020, a B licence for placer undertaking, and Placer Mining Land Use Operating Plan Approval AP10020 from Myles Paddock to Don Ruman.

The Licence was issued June 11, 2010. The Mining Land Use Operating Plan approval was issued June 11, 2010. An Environmental Assessment was completed in accordance with the requirements of the *YESAA*. The assignment does not constitute any change to the project, except a change to the name of the proponent.

The following documents were received in support of the application:

Declaration of Licensee
Declaration of Assignee
Bill of Sale
Claim Status Report
Intervention from EMR CS&I

The declaration of the assignee confirms that the assignee accepts all legal rights and obligations confirmed by the water use licence, including any obligations of the assignor.

The Department of Energy, Mines and Resources – Minerals Management & Client, Services & Inspections and Department of Fisheries & Oceans were notified of the application. In response, the Board received an intervention from the following party:

- Government of Yukon Energy, Mines and Resources, Client Services and Inspections. (“GY”)

GY Intervention

GY recommended that “all obligations and reclamation outstanding from PM99-065 be included in the assignment of PM10-020. It is also recommended that this inclusion be confirmed and agreed to in writing by the assignee prior to assignment.”

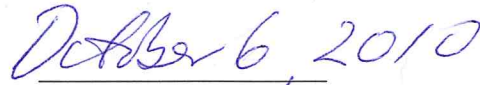
The *Waters Act (Act)* and *Waters Regulation* require that the Board shall authorize the assignment of a licence if the Board is satisfied that the sale or other disposition of the property and the operation of the project by the assignee will not be likely to result in a contravention of either the licence or the *Act*.

By way of letter received by the Yukon Water Board office on September 28, 2010 the licensee confirmed he will accept all legal rights and obligations conferred by the Water Use Licence and Mining Land Operating Plan Approval. This includes any obligations which may be outstanding with respect to compliance with the said Licence and Approval.

The Board determined that the sale or other disposition of the property and the mining operation will not result in a contravention of either the licence or the *Act*. The Board determined that the Licensee, Don Ruman, is accepting and assuming responsibility for carrying out the operation. The Licensee would also be assuming responsibility for any outstanding reclamation that has not been completed to date on the grant numbers included in the licence.



Chairperson
YUKON WATER BOARD



Date