

January 10, 2011

John Craig
Assistant Land Administrator
Indian and Northern Affairs Canada
Land Administration
P.O. Box 100, Bldg. 918
Iqaluit, NU X0A 0H0

Dear John:

Project: DYE-M, Cape Dyer

Regarding: Annual Report for Land Use Permit N2008X0003

AECOM is providing the following annual report, which summarizes the activities completed to date at the DYE-M, Cape Dyer DEW Line site. The information is being submitted on behalf of Defence Construction Canada and the Department of National Defence.

The contractor for the DYE-M site left at the end of 2009, and notified DCC they would not be returning to the site. As a result, a new tender package and a new contractor would be required for the completion of the work. Therefore, during the 2010 season, the work completed at the DYE-M site was comprised of care and maintenance work, which was carried out by the Canadian Military and a separate contractor. The following is a summary of the work items completed during the 2010 summer construction season:

- Snow clearing and road maintenance.
- Dewatering of existing facilities.
- Demolition of two billboards at the Upper Site
- Construction of a temporary storage area at the beach area to be used for storage of materials to be shipped off-site.

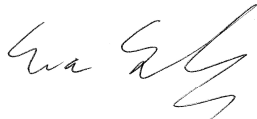
Work planned for the 2011 construction season includes:

- Contaminated soil excavation and disposal.
- Landfarming of hydrocarbon impacted areas.
- Excavation of two small buried debris areas.
- Wastewater treatment.
- Barrel processing.
- Surface debris removal.
- Demolition.

It is anticipated that final closure and capping of the Non-Hazardous Waste Landfills and Tier II Soil Disposal Facilities, reshaping of the borrow areas and closure of the sewage lagoon will be completed in 2012.

We trust the information provided is sufficient for processing the extension. Please feel free to contact the undersigned if you have any questions or comments.

Sincerely,
AECOM Canada Ltd.



Eva Schulz, P.Ag.
Eva.Schulz@aecom.com

ENCL: Site Photographs

PHOTOGRAPHIC LOG



Site Name:
DYE-M, Cape Dyer

Site Location:
Nunavut

Project No.
60153669

Photo No.
1

Date:
2010

Direction Photo Taken:

Description:

View of Beach Area including Temporary Storage Area and Debris Area 4.



Photo No.
2

Date:
2010

Direction Photo Taken:

Description:

View of Lower Site Station Area and Debris Area 5.



PHOTOGRAPHIC LOG



Site Name: DYE-M, Cape Dyer	Site Location: Nunavut	Project No. 60153669
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Photo No. 3	Date: 2010
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Direction Photo Taken:

Description:

Garage and Heated Vehicle Storage Area
Contaminated Soil Areas



Photo No. 4	Date: 2010
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Direction Photo Taken:

Description:

Contaminated Soil Area
near Garage



PHOTOGRAPHIC LOG



Site Name:
DYE-M, Cape Dyer

Site Location:
Nunavut

Project No.
60153669

Photo No.
5

Date:
2010

Direction Photo Taken:

Description:

Overview of DEW Drop Area Containing Several Contaminated Soil Areas

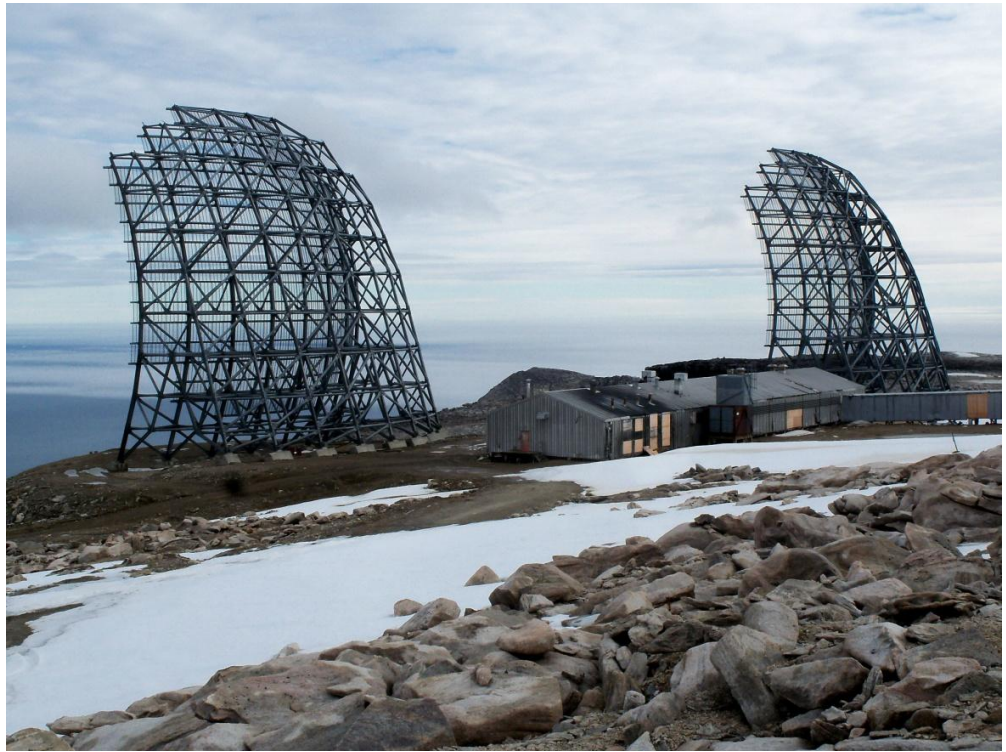


Photo No.
6

Date:
2010

Direction Photo Taken:

Description:

Lower Site Non-Hazardous Waste Landfill Looking North from West Berm



PHOTOGRAPHIC LOG

Site Name:
DYE-M, Cape Dyer

Site Location:
Nunavut

Project No.
60153669

Photo No.
7

Date:
2010

Direction Photo Taken:

Description:

Lower Site Tier II
Disposal Facility

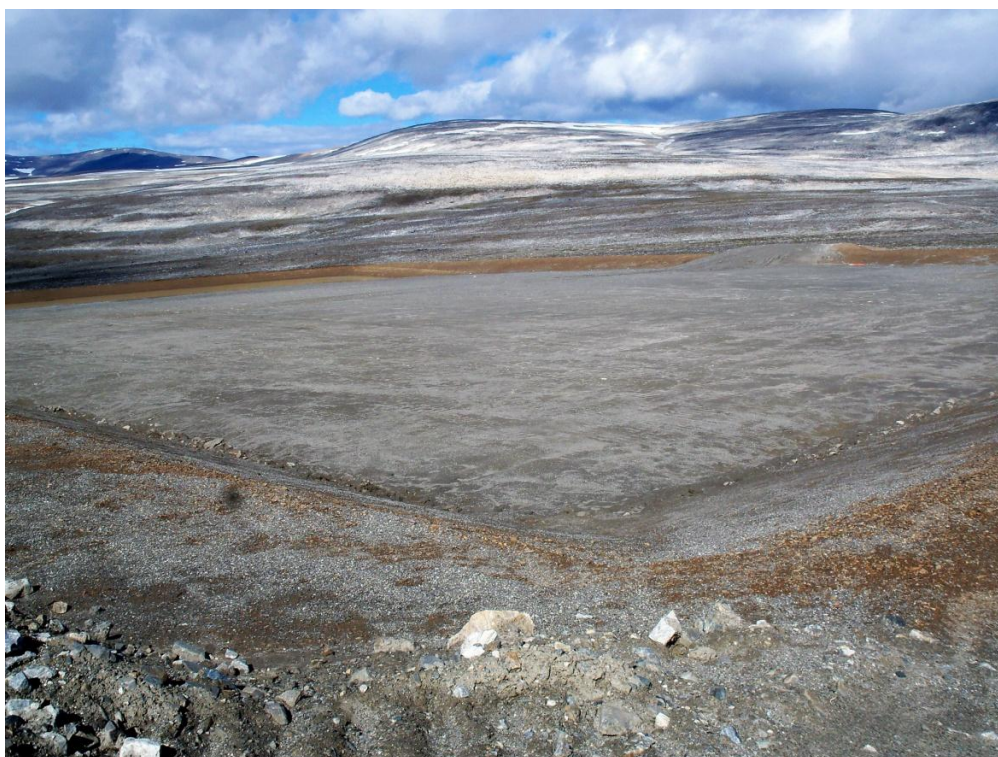


Photo No.
8

Date:
2010

Direction Photo Taken:

Description:

Looking South over
Landfarm.



PHOTOGRAPHIC LOG



Site Name: DYE-M, Cape Dyer		Site Location: Nunavut	Project No. 60153669
Photo No. 9	Date: 2010		
Direction Photo Taken:			
Description: Upper Site Non-Hazardous Waste Landfill Looking Southwest from Northeast Corner.			
Photo No. 10	Date: 2010		
Direction Photo Taken:			
Description: Upper Site Tier II Disposal Facility View of Access Ramp			

PHOTOGRAPHIC LOG



Site Name:
DYE-M, Cape Dyer

Site Location:
Nunavut

Project No.
60153669

Photo No.
11

Date:
2010

Direction Photo Taken:

Description:
Temporary Storage Area, Beach Site



Photo No.
12

Date:
2010

Direction Photo Taken:

Description:

Lower Site, PCB Storage Area

