

Environmental Monitoring Advisory Board Annual Report 2001/2002

Abbreviations

CEAMF Cumulative Effects Assessment and Management Framework

CEMP Cumulative Effects Monitoring Program

DDMI Diavik Diamond Mines Inc.

DIAND Department of Indian Affairs and Northern Development

DTC Diavik Technical Committee

EA Environmental Agreement

EC Environment Canada

EMAB Environmental Monitoring Advisory Board

GNU Government of Nunavut

GNWT Government of the Northwest Territories

IEMA Independent Environmental Monitoring Agency

KIA Kitikmeot Inuit Association

MVEIRB Mackenzie Valley Environmental Impact Review Board

MVLWB Mackenzie Valley Land and Water Board

NSMA North Slave Metis Alliance

RWED Resources, Wildlife and Economic Development

SEMA Socio Economic Monitoring Agreement

TK Traditional Knowledge

WKSS West Kitikmeot Slave Study Society

YKDFN Yellowknives Dene First Nation

Photo credits:

Diavik Diamond Mines Inc., cover photo, and photo on page 18;

Kirstie Simpson, page 2, 12, 26, 33;

Craig Broome, INAC, page 32.

Maps:

Diavik Diamond Mines Inc.; page 20, 21, 33,

West Kitikmeot Slave Study Final Report, page 30.

Yellowknives Dene First Nation

"The elders have instructed Diavik and the government to take care of our land, the water and the caribou"

Table of Contents

Letter to Readers	2
Executive Summary	3
Board Members	7
Alternate Board Members	4
Environmental Monitoring Advisory Board	6
Project	0
Review of 2001/02	2
Meetings	3
Major Initiatives 2 Caribou Workshop 2 Fish Workshop 3 Capacity Building Funding Guidelines 3	1
Workplan, and Budget for 2002/03	5
Financial Statements	6



Letter to Readers

Dear Reader:

The initial year of the Environmental Monitoring Advisory Board has been very busy. The construction of the Diavik Project was fully underway during the year with many plans and reports requiring the Board's attention. Despite this level of activity and the high workload, the Board has made clear progress in getting established, monitoring the construction activities and implementing processes that will ultimately provide an efficient and effective monitoring board.

We appreciate the support of all of the participants to the Environmental Agreement during this first year of operation and we look forward to their continued involvement.

I invite the readers of this report to contact our office if they have questions or require additional information.

Yours truly,

Robert Turner

Chair

Environmental Monitoring Advisory Board

Executive Summary

The Environmental Monitoring Advisory Board (EMAB) was established as a requirement of the Diavik Environmental Agreement. EMAB was incorporated under the *Societies Act* as a not-for-profit society on January 30, 2001, and held its first formal board meeting in February 2001. The Board operates independently from Diavik Diamond Mines Inc. (DDMI) and the governments of Canada, the Northwest Territories and Nunavut. EMAB aims to assist the Parties to the Environmental Agreement in the implementation of a common strategy to address environmental matters associated with the project.

The Board is composed of one representative from: Dogrib Treaty 11 Council; Yellowknives Dene First Nation; Lutsel K'e Dene First Nation; Kitikmeot Inuit Association; North Slave Metis Alliance; Government of the Northwest Territories; Government of Nunavut; Government of Canada; and Diavik Diamond Mines Inc.

EMAB has the mandate to make recommendations concerning whether the management, mitigation and monitoring plans are effective; to identify when additional monitoring is required to make sure that predictions made during the environmental assessment are verified, and reflect changes that may have occurred in the project design.

The participation of the Aboriginal peoples from the affected communities in environmen-

tal training and monitoring is required in order to provide a meaningful role for Aboriginal Peoples. In particular, Aboriginal Peoples should be involved in the review and implementation of environmental monitoring plans, and the incorporation of Traditional Knowledge into study design and understanding of monitoring results.

Beginning in January of 2001, a working group was established to facilitate the formation of EMAB, and during the next months a formal board was established. Board meetings were held in EMAB's office in Yellowknife, and in communities representing the Parties. The Board visited the project site on two occasions. EMAB staff also visited three affected communities during the year.

EMAB initiated work on the 5-year and 2001/2002 workplan focusing on the monitoring activities and the many regulatory submissions. Priorities for the Board were identified as being aquatic effects, wildlife, traditional knowledge, communications, community strategies, and capacity building both for the Board and the Aboriginal communities. EMAB also identified priorities that serve the interests of the affected communities.

A focus of the Board in 2001/2002 was to try and clarify the roles and relationships between the various regulatory agencies and EMAB, and to assume its role as a public watchdog of the

regulatory process. The Board proposes to concentrate on enhancing the existing monitoring plans over the next few years, by gathering community input, facilitating community involvement in the monitoring, and focusing on aquatic effects and wildlife.

Major initiatives undertaken over the course of the year included workshops relating to caribou and wildlife management and monitoring, and fish and fish habitat. Recommendations were developed from issues identified during the workshops, and sent to DDMI and regulatory agencies.

As well, capacity building funding guidelines were established, and each Aboriginal Party was provided with capacity building funding, based on proposals submitted.

EMAB's priorities for 2002/03 are to: develop a comprehensive communications strategy; increase Aboriginal involvement in monitoring activities; continue to monitor issues relating to caribou, fish and water; and exercise our mandate as a public watchdog.

EMAB proposes to hold one meeting or workshop each month in 2002/2003 with meetings held in the representative affected communities.

Godı Nek'oa

Diavik Environmental Agreement hôlį kò Environmental Monitoring Board (EMAB) hôlį įle. January 30, 2001, Societies Act wetł'a EMAB hôlį eyit'à February 2001 dakweło ełexè ełegeadi įle. Board k'è done dehkw'e siì, Diavik Diamond Mines Inc (DDMI), Canada gha ndèts'o k'aowoh dè, Edzanè k'è gots'o ndèts'o k'aowoh eyits'o Nunavut wedę whacho ndè naàwo k'è ełexè eghàlageda ho'te.

Board k'è done di hàtło dehkw'è hot'e:
Dogrib Treaty 11 Council; Yellowknives
Dene First Nation; Łuts'el k'e Dene First
Nation; Kitikmeot Inuit Association;
North Slave Metis; Edzanè k'è gots'o
ndèts'o k'aowoh; Nuavut gots'o ndèts'o
k'aowoh; Canada gots'o ndèts'o k'aowoh
dè; Diavik Diamond Mines Inc.

Environmental Monitoring Advisory Board siì mine edaàni ndè k'è eghàlageda siì asi ndè naàwo hòli ile ghà eghàlageda gha dehkw'e họt'e.

Eyıts'q done soli eyıts'o kota wexeldi ha sıl xe nde hogihdi ha, eyits'o done naawo xe nde hogihdi ha hot'e.

January 2001, done edatło ełexè Board k'è dehkw'e t'à ełexè eghàlageda ha hòlį.

EMAB gıts'q nıhtl'èkò Sombak'è gozo eyi gots'o kòta wexèidi ha siì xè elegehdi hot'e. Board k'è done dekw'e eyits'o done gigha eghàlaede xè nàke mine nàgeade eyits'o tai eht'à kòta elexè elegeadi hot'e.

2001 gots' ç EMAB sı i ida sılaı xo gots' ç t'ası haz ç hogıhdı ha eyits' ç na awo gha t'ası k' è eghalageda ha ile sı i hogihdi ha hot' e. Board k' è done dehkw' e sı i t'ası dez ç wet' aza k' è eghalageda ha gıw ç. Nd è k' è eghalageda de eda anı tı, hi we eyits' ç ich' adı x è idi ha, eyits' ç eda anı done na awo t' à eghalageda ha, eyits' ç eda anı t'ası gh ç elex è gogedo ha, eyits' ç eda anı k ç a elex è eghalageda t' à done eda q eghala ede ha. Eyits' ç Board sı i k ç ta dez ç wex è idi ha sı i x è eghalageda ha gı w ç.

2001 ekìye gots'o Board k'è done dehkw'e siì ame xè naàwo ghà eghàlageda gha hoghàdegeèhto t'à done gha t'ası hazo hogiìhdi hot'e. Eyit'à ida nake xo gots'o kota gots'o done xè t'ası hogiìhdi giwo eyit'à ti, ...iwe eyits'o tich'adı siì dezo wehoidi ha giwo.

Eyıt'à įda įłė xo gots'ò edaànı ekwò eyıts'o tıch'adı, tı eyıts'o lıwe k'èhodı xè weholdı gho hoghàdegeto ha.

Board k'è done dehkw'e siì ełegeèhdi tat'è t'asi gho naàwo gehtsi siì DDMI eyits'o naàwo xè eghàlaede do ts'ò agehzi hot'e.

Eyıts'q done soli hazo Board k'è dehkw'e sıì somba t'à eghalageda gha nıhtl'è edegha segila ile gha eghalageda hot'e.

EMAB sıì dı haànı 2002/03 eghàlageda ha gıwo:

- dezo kôta xè gogedo ha giwo
- dezo kôta gots'o done soli t'ası hogihdı ha giwo
- edaànı tı, lıwe eyits'o ekwô hoguhdı
 sıì a)li wehoidi ha giwo
- eyıts'o edaànı done hazo gha t'ası hogiihdi t'à ası naàwo ghà eghàlageda siì wehogiihdi ha hot'e.

EMAB siì 2002/03 k'è jlè sa tat'è kộta hazo xè elegeèhdi ha họt'e.

K'aldé behanié

Haréyo ?así hałní dené ?ałá deltth'í sí bet'ı Board halı. Dıavık tsambá k'é not'á bets'ı ?erítl'is begháré dırı Board halı ?at'é lá t'á ?así ts'edhí bets', yatı nedhé thelá begharé gháládá sı bet'á. EMAB hunidher sí ?asi k'onetá bet'á yati hałé begháré ghaladá ha. T'o ?alyá sı Łéts'éts'un Dzı Zá kona nolká naké limíl tsen łághé nolká. **?**eyer ts'ı sa nedu Zá k'é nayahıltı. Dırí Board sí t'a betl'ázı gháláda sí Diavik Diamond Mines Inc(DDMI) tthi nıts'en k'aldé dalı sí ja dezı nené k'é yaghé ts'i, ?edzá nené ts'i, ?ákéná ts'i nits'en k'aldhër. T'a dené ts'ambá k'é chu nık'é gháláda dé bet'á ?asíé ts'edhí ch'á ha badí hunidher si. Ni k'é gháláda dé begharé gháláda ha ?erítł'ís hałé t'at'I lá sı badí.

Dırı Board t'a yek'é deltth'I sı Łı cha Dené Treaty 11 Council, Bewuldesché Dené Sołné, Łutsélk'é Dené Sołiné, ?akéna Dené, Begorék'ą Dené, ?edzá nené ts'į ni ts'en k'aldhër, ?akéna ts'ı nı ts'én k'aldhër, Dırı nuwé ts'ı k'aldgër nedhé, tth'I Diavik Diamond Mines Inc.

Dirí harélyo ?así hałni dené si bets' Board lá nedhé bets'; ?at'é. ?ak'é harélyo ?así hałnı ha?ą nık'é gháláda há hunidger dé. T'at'u ?así hadı sı-u tth'í t'ú ?así bek'onelt'á hasí t'at'ılasí la hunıdhı tthé. Tth'I t'a bedagháré hası. T'á k'é gháládá si gháré t'át'u nai ?así ts'edhí dé t'at'u ? ghạ selyé ha tth'í t'at'u nezo selyé dé vunedhé hané ch'á ha. ?erítł'ís bégharé gháládá halé hadı. Tth'I ?aké la naré ?así tsedhí ch'á yatı nılyé sı nałtsı ha?a.

Dené Sołné harél?a k'aldé chu hayorıla t'a bets'en nidhilé si **?**ałá Lá t'á **?**así ts'edhí hel gháláda hunidhër si. Dené ?así k'oneltá honeltën ha that'en bech'ánié k'ís tth'I Dené ch'anié hel gháláda ?asié ts'edhi badı. TTh'I t'at'u nezó ?asié tsedhí ch'á badı sı bá ?erítł'ís hałé ha begharé ghálada ha.

Łets'éts'ûn Zá Nake limil ts'ën łaghé nolká ku Dené nałtsį t'at u dırı EMAB ghálána hası ýebá sehulé. ?eyer ts'ı hala zále-u dırı Board sı bebá lá hunıdhër. Ku ?eyer ts'ı dırı Board nakı gha nıhıdıl bets'ı office bewuldesché the?a si tthi hayorilá keya dené chu hel gháláda ?at'é. Diri Board si na k'enedhéts'ambá k'é náthedel tth'I t'a dené hel ghálána si chu tth'I k'aldé si hayorıla t'a hubé hél sı ka k'enedhé hûká nahédel dırı xaıyé k'é ?adı.

EMAB sı solaghé xaıyé ts'en ha la hılchu sı la hunílther sı t'at' u la bet'a ?asıé hadı ts'edhı ch'á ha. Tth'I t'a Dené behel gháladá si yati nilyé-u begháré ?asié k'onetá hadı. T'á ?asıé k'oneltá hetsédí sı dırı keyaghé,kechandıé,Dené chanıé hel tthi gháláda ha?a. Hayorilá dené bel t'at'u ?eghlaná si begháré ha?a hel tthi. Diri Board sı t'a ?asıé bet'oré?a hel k'onéłtá sı ?aké ?ek'ızı yatı hałé hel tth'I nezo ?asıé

gháláda hadı. Dırı Board sı chu Dené Soliné si chu hayorila Dené nadé hel nezo ?asié hadi nunit'á há diri t'a ?asié badi si keyaghé ts'en-u tthi kech'andié badi.

T'a ?asié badı hel la hunidhër diri xauyé si workshop keyaghé selya si t'a badi hasnı sı ?etthen-u,tthı t'alasıé k'éch'andıé la naré badı há. T'at'u behél gháládá-u tth'I t'at'u badı hasdı gha hadı lué benı-u tth'I keyaghé ts'en ?asié nadé chu ku tth'I hel gháládá hadí. Diri yati nałts'i si workshop halı si tsı yati nılyá sı gháré la hałé ?eyer ts', ?erítl'ís si DDMI chu t'a k'aldé si bebá nilyá ?at'é.

T?a hubehel sı tth'I tsambá ?ake ?éłenéłt'é nihilé bet'á gháládá ha. Tsambá huzéké t'at'u la hałé sı hadı-u tth'I t'arılkí lası huzéké dırı Board bedágharé ha?a.

EMAB bela nedhé sí diri xayé chu yunedhé xaıyé sı ts'en t'atu hanıé ?ełkanályé hası nezo seyılé horèl ?ı hél tth'I Dené Soliné horel?á hel t'á "asié hadi de hubénél há?a. T'a ?asié hadi si ?etthen, łué tth' I tué tth' I t'alásı dené ?asié nezolé lat'é dé hadı ho?a dırı t'a k'aldé dalı sı ts'en.

EMAB si ?ało nałti huto workshop heltsi ha dırı xayé chu yunedhı xaıyé ko dé. T'a hayorılá behél sı t'a nakı hadı.

Naittumin Titiraqhimajuq

Ukuat Hılarjualıqınıkkut Munaqhıjutıgut Uqaujjijit Katımajııt (EMAB-kunnık taijauvaktut) makıpkaqtauhımajuq pıtquhımajaungmata ukunatıgut Dıavıkkunnı Hılarjualıqınıkkut Angırutaınnı. EMAB-kut makıpkaqtauhımajut ukuat malıghugit Inuqarnırııtıgut Malıgaınnı uvanı January 30, 2001-mı, talvalu katımanngaqhutik hıvullıqpaamı uvanı February 2001-mı. Una Katımajı ılıkkut havauhıqaqtuq ukunıngat Dıavık-kut Dıamond Mines Inc-kunnın (DDMI-kunnık taijauvaktut) kavamangınınılu Kanataup, Nunattıap Nunavullu ıkajurumaplugillu Katımajıvaluıt Hılarjuatıgut Angırutaınnı atuqtaghamıngnıt atauttıkkut naunaırahuaqpangnıghakkut hılarjuatıgut uqautıgıjauvaktunın uvanı havaarıjaghamıngnı.

Una Katimaji atauhirmit ukunagat kivgaqtiqaqpaktut: Dogrib Treaty 11 Katimajianin; Yellowknives Dene First Nation-kunni Nunaqaqqaaqhimajunin; Lutsel K'e Dene First Nation-kunni Nunaqaqqaaqhimajunin; Kitikmeot Inuit Katutjiqatigiinin; North Slave Metis Alliance-kunni Ilauqatigiinin; Kavamatkut Nunattiamin; Kavamatkut Nunavunmi; Kavamatkut Kanatami; Diavik Diamond Mines Inc-kunnin.

Ukuat Hılarjualıqınıkkut Munaqhıjutıgut Uqaujjıjıt Katımajııt uqaujjıjıujungnaqtut mıghaagut ıhumagıjauvangnıkkut ukunınga munaqhınıkkullu, hıvuuranaınnıghakkullu munaqhınıghakkullu ılaa parnaijautait nakuugiakhaita, talvalu munaqhiffaarnıghakkut pijumaffaaqqata nalaumajumin hilarjuatigut ihivriuttiaqpaghaita, talvalu aallannguqpalliajiytainnin munaqhinahuaqpakhutik havauhiup hanajjuhianin.

Talvaluttauq, ilauqatauvaktut Nunaqaqqaaqhimajut inuit ukuallu Aktuqtauhimajut Nunaliit hilarjuatigut ajuiqhavangnikkullu munaqhinighakkullu pijuma-

jauvangmata ilaa piqpagijaunikkut atuqtaghainnin Nunaqaqqaaqhimajut inuit takuurinikkullu atuqtittinighakkullu hilarjuatigut ihivriurutait parnaijautainnin, talvalu makipkaqtittivakkumik Inuit Qaujimajatuqanginnin iliharnikkut havauhiannin talvalu kangiqhinighakkut munaqhijjuhighanin qanurittaakhaita.

Atulihaaqtumi January 2001-mi, katimajighanin makipkaihimajut havauhighainnin EMAB-kut, talvalu qaffilliqaak tatqiqhiut naanmata katimajighalluangannin makipkaihimajut, talva taimaa una katimajiup havaariliqqaat. Katimajit katimaqattaqpaktut himmautigiikhutik ukunani EMAB-kut havagvianni uvani Yellowknife-mi, ukuallu nunaliit kivgaqtuivaktut Ilauqataujunin. Una katimaji pulaaqhimajut malruiqtughutik tahapkunani, havaktiillu uqaujjijillu pulaaqhimajut pingahunut nunalingnut uvani ukumi.

EMAB-kut havauhighamingnit havaghimajut ukunangat 5-nik ukiuniklu havaarijaghamingnit 2001-milu ukiungannin havaaghamingnit talvalu takuurittialiqhutik munaqhinighakkut havaanginnin ukuningalu amigaittunin maligakhatigut tuniujauhimaniinnik. Pilraarumajait katimajiup ilitturijauplutik hapkuat imarmiuttanun akturnirighainin, anngutighatigullu, inuit qaujimajatuqangillu, tuhaapkainikkullu nunaliillu pitquhighainnin, talvalu angijuqarnighakkut igluqpaghainin atauttikkut atuqtaghainin katimajillu Nunaqaqqaaqhimajullu nunainnin. EMAB-kut uqaqhimajuttauq pilraarumajaujumajut ahu ikajuutighait tahapkuat Aktuqtauhimajut Nunaliit ilaa.

Hıvumuurutigijumajaat katımajiup uvanı 2001-mi ılaa ilitturittiarahurrittugit havauhighaillu akunngannı kıtullıqaak maligaliurnikkut havagviinnik ukuallu EMAB-kut, talvalu inuqarniriinnik tautuktiulutik maligaliurnikkut pitquhiinnik pijumaplutik. Una katimaji takuurilluarumajaat ihumagilluarlugit naammatqijaulirumaplugit tajja ittut munaqhinighakkut parnaijautainnin uvani ukiughani qaijughani ilaa, katitirilutik nunalingni ihumaliuqpaktainnin, nunalillu ilauqatauvaklutik munaqhinighakkut, takuuriqattaqpaklutiklu imarmiuttatigut akturniriinniklu anngutighakkullu mighaagut.

Angijuujut pijumalluaqtaat uvani ukiumi atuqtumi ilihaqtittivaghutik hapkuat mighaagut tuktullu anngutighallu aulapkainiinnik munaqhiniinniklu, hapkuningalu ilaqaqhutik iqaluillu iqaluqarniriillu mighaagut. Pitqujauhimajut atuliqhugit ukunangat ihumagijauvaktunin uvani ilihaqtaujunin, tujuqtauvaghutik ukununga DDMI-kunnut maligaliurnikkullu havagviinut.

Talvaluttauq, angijutigut kiinaujaqtaarutighat maligakhainnin makipkaihimajut, talvalu ilikkut Nunaqaqqaaqhimajutigut Ilauqatigiit tunijauhimajut kiinaujanin, atuqhugit ingiqtuhimajut tunihijjutainnin talvalu angiqtauhimajut katimajitkunnin.

EMAB-kut pilraarumajait uvani 2002/03 hapkuat ilaa: hanalutik ilitturipkainighakkut akhuraaluk; amigaiqpaallirlugit Nunaqaqqaaqhimajut ilauqatauvangnighaannik munaqhinighakkut hulilukaarutainnin; hulittauq munaqhiffaaqattaqpaklutik uqautigijauvangnikkut tuktullu, iqaluillu imakkullu mighaagut; talvalu huli ilauqatauqattaqpaklutik muitigut tautuktiulutik, munaqhijulutik maligaliuqhimajutigut.

EMAB-kut atauhirmik katimaniaqtut ilihaqtittiniaqtulluunniit tatqiqhiunmi atauhirmi uvani 2002/03-mi talvalu himmauhiqatigiiqattarlutik katimavangniaqtut ukununga kivgaqtuivaktunin Aktuqtauhimajut Nunaliit ilaa.

Board Members

The Environmental Monitoring Advisory Board members represent a broad cross-section of northern society, with experience ranging from years in corporate and public service, in the north and around the world, to life spent close to the land. This diversity brings with it challenges and opportunities, as we search for ways to build strong relationships with each other and with our industry partners, working to ensure that communities are full participants in all aspects of environmental monitoring and mitigation measures associated with the Diavik Diamond Mines project.

Robert Turner, Chair, North Slave Metis Alliance

Robert Turner, a Metis northerner, was born in the NWT, and calls Yellowknife his home. Robert's early experience was in construction and heavy equipment. After returning to school to pursue environmental opportunities he worked with federal and territorial organizations dealing with land use planning, and environmental issues. Recently, political work has become another focus for Robert, with the formation of the North Slave Metis Alliance. He has been involved in the Environmental Assessment for Diavik, was part of the negotiating team for the Environmental Agreement, and has been an integral part of developing the structure for the Environmental Monitoring Advisory Board. Robert is concerned with the process of communicating the issues and concerns of the Board, with each other, and with the communities and organizations they represent. Most important in this, is Aboriginal people's direct involvement in monitoring the activities of the Diavik Diamond Mine project.





Floyd Adlem, Vice Chair, Government of Canada

Floyd has spent the better part of his adult life in the north, starting as a radio operator for the Department of Transport in Cambridge Bay, to his most recent position as Director, Operations with DIAND. In this job, he was responsible for all field operations including land, land use, water and mineral claim inspection services, and administration of Crown Land throughout the NWT. Floyd is now retired from DIAND, but his long service with varied federal departments serves him well as the federal government's appointed representative to EMAB. is involvement in the Beverly and Qamanirjuaq Caribou Management Board and his work in the implementation of the *Mackenzie Valley Resource Management Act*, provide a solid foundation for his work with EMAB. During the Board start-up Floyd kept in touch with the various federal government representatives who provide expert advice to the Board on both environmental and regulatory issues. The Diavik project has potential impacts on fish and water quality and it is in these areas that the Department of Fisheries and Oceans and Indian and Northern Affairs have been particularly helpful. The Board has appreciated this support and looks forward to it continuing.



Doug Doan, Secretary-Treasurer, Government of the Northwest Territories

Doug has lived in the Northwest Territories since 1987, and in that time has worked in various positions in economic development for both the federal and territorial governments. He has lived in Rae-Edzo and Inuvik, and now calls Yellowknife his home. In his position as Assistant Deputy Minister for the Department of Resources, Wildlife and Economic Development, he represents the department on various boards and agencies including NWT Arctic Tourism, The West Kitikmeot Slave Study, and now the Environmental Monitoring Advisory Board for the Diavik Project. Doug sees the issues of wildlife management as being of critical importance to EMAB. It is also a territorial government responsibility. Wildlife management has been identified as one of the key priorities in the communities around the Diavik project. Through the department's resources, he has been able to encourage participation by RWED staff in workshops about caribou monitoring, from which issues have been identified, and recommendations have been formed. In his role as Secretary-Treasurer, Doug has been involved in working with staff and board members in developing financial structures, and policies for the operation of the Board.

Paul Partridge, Government of Nunavut

Paul is the Government of Nunavut (GN) representative on EMAB. He is employed by the Department of Sustainable Development, Environmental Protection Services Division, as the Coordinator of Environmental Assessment. Paul moved to Nunavut in 1999 and has worked for the Department in various capacities. Paul was appointed to the Board in December 2001, and is committed to ensuring that the Government of Nunavut is an active participant on the Board.

The Government of Nunavut is involved on the Board, not as a formal Party to the Diavik Environmental Agreement, but because of provisions in the agreement that recognize the GN's interests in the potential trans-boundary impacts of Diavik's operations on our shared resources – water, wildlife, and communities. The GN wants to take a more proactive approach in better understanding the community concerns that are raised and ensuring they are addressed. It is through participation on the Board that the GN hopes to ensure that impacts, on both sides of the border, are considered in decisions related to Diavik.



Erik Madsen, Diavik Diamond Mines Inc.

Erik Madsen was born and raised in Yellowknife, and has grown up with a family background in mining. Educated in Environmental Sciences, Erik has 16 years of experience with mining/regulatory permitting and compliance with both industry and the federal government. Working with Diavik since 1996, he has managed the environmental baseline studies and played an integral role in the assessment and permitting of the project. Erik currently works for DDMI as the Site Environmental Manager. His main responsibility is to ensure that DDMI maintains a high level of environmental performance especially during construction and that compliance with all environmental laws and regulations continues through to the operation stage.

When questions are raised by board members for people in their communities and organizations, Erik can get answers to their questions directly and immediately. This facilitates the work of the Board, and provides a good opportunity for learning and understanding the ways DDMI is working to protect and safeguard the environment, and to lessen and mitigate the environmental effects of the project.



Alex (Sandy) Buchan, Kitikmeot Inuit Association

Alex was born in Iqaluit, grew up in Taloyoak, and now lives in Kugluktuk, Nunavut. Having worked in wildlife management for the both NWT and Nunavut governments, Alex is now the Manager of Community Development for the Hamlet of Kugluktuk, and represents the Kitikmeot Inuit Association on the Environmental Monitoring Advisory Board. Alex works closely with the hamlet, the Kitikmeot Inuit Association (KIA), and also the Kugluktuk Angonaitit Association, the Hunters and Trappers Organization for Kugluktuk. The KIA is the only Aboriginal Party to the Diavik Environmental Agreement that is not from the NWT. Avenues of input into the environmental management of this project that are available to the other Parties are not fully accessible by Inuit. Additionally, Kitikmeot Inuit have a significant resident population within the Coppermine River basin along with the Diavik project. Direct impacts on large numbers of Inuit, especially due to water issues, are more probable and could be more fundamental than in other areas. A primary objective of KIA's involvement in the Board is to use this venue to promote increased monitoring of the Coppermine River, and more Inuit understanding of these water issues.

Alex ınuuhımajuq Iqalungnı, ınuuhuktuuhımaplunılu Taloyoamı, tajjalu nunaqalıqhunı Kugluktumı, Nunavut. Annguhıqıjutigut aulapkaınıkkut havaaqaqpaghunı GNWT-kut havagvıannı, talvangaat Nunavut makıtalırmata, havagvıgıhımajaa Havagvıat Ikkuppıvılıqıjıtkut. Tajja ılaa Aulapkaıjıujuq Nunalıngnı Pıvallıalırıjıtkunnı uvanı Hamalatkuanı Kugluktuk, talvalu tıkkuaqtauhımajuq ukunanga Kıtıkmeot Inuıt Katutjıqatıgııngınnın kıvgaqtuıtıgıplugu ukunanı Hılarjualıqınıkkut Munaqhıjutıgut Uqaujjıjıt Katımajıını. Uvanı havaarıjamını, havaqatıgıvaghunıgıt hamalatkullu, Kıtıkmeot Inuıt Katutjıqatıgııngıllu, ukuallu Kugluktuk Angonaıtıt Katutjıqatıgııngıt, Angunahuaqtullu Nanırıaqtuqtunullu Tımııt uvanı Kugluktumı.

Ukuat Kıtıkmeot Inuit Katutjıqatıgııt unatuangujuq Nunaqaqqaaqhımajunı Ilauqataujuq ukunanı Dıavık-kut Hılarjuatıgut Angırutaınnı ılaa hılataanıngaaqtunı ılangannı Nunattıap. Talvuuna, ahııt uqaujumavaktut hılarjuatıgut aulapkaınıghaat uvanı havaarmı ılaa haılıvaktut ahınut Ilauqataujunut ajuqhautıgıvagaat pınahuarnıkkut Inuınnanut.

Ilauriluguttauq, Kitikmeoni Inuit unatuangujut Nunaqaqqaaqhimajuni Ilauqataujuq inuqarniqaqtut amigaivjaktumin ilanganni Kugluktup Kuugaata ataaniittumiuttanin piqatigiplugit Diavik-kunni havaaghainnin. Mihingnautigivallaarniaqtaat amigaittut qaffiujulliqaak Inuinnanut, hapkuavallaat kihimi imarmiuttatigut mighaagut, ilaa hapkuat uqautigivallaarniarungnaqhijaat ahiniittuniutqijanin.

Pijumalluaqtaat uqautigihimajaat ukuat KIA-kut ilauqatauninganin ukunani Katimajiini ilaa aturumajaat munaqhittiarnikkut ilitturipkaittiarnahuarniriinnut uvani Kugluktup Kuugaani, kangiqhipkaittiarnahuaqpaklunigillu Inuinnait imaqarnighakkut mighaagut tahapkuninga.



Johnny Weyallon, Dogrib Treaty 11 Council

Johnny Weyallon represents the Dogrib Treaty 11 Council on the Environmental Monitoring Advisory Board. He was born and raised in Rae-Edzo, and speaks Dogrib as a first language. His work background is varied and extensive. He has worked in the field of recreation for 16 years, and has been on various boards, including housing, education and school society boards. He has also participated on the political front, as a band councilor for the Rae Band for 15 years, and most recently as the sub-Chief.

Johnny's background and life experiences with his neighbours and colleagues throughout the communities of Rae-Edzo, Wha Ti, Gameti and Wekweti provide him with an excellent opportunity to be a conduit between community and board members. Through the Traditional Knowledge Working Group with the Treaty 11 office, Johnny liaises with the TK manager and others, sharing information between other environmental agencies and relaying information to people in the communities about environmental issues on the Diavik project. He believes it is important to ensure that people in the communities feel they have direct input into monitoring practices and policies, and wants to see that reflected in more delegation of responsibility for monitoring by people in the communities.

Johnny Weyallon, Dogrib Treaty 11 Council gha Environmental Monitoring Advisory Board k'è wheda họt'e. Behchokò wegòṭi eyits'o Tṭichòò k'è gode họt'e. T'asi to kàza k'è eghàlaida họt'e. Inee 16 xo gots'o recreation xè eghàlaida, Board to kàza k'èida, kò gha Board, nihtt'èkò gha Board eyits'o school soceity gha Board k'èida họt'e. Eyits'o Rae Band gha 15 xo gots'ò kw'ahtia ile eyits'o sub-chief sìì ile họt'e.

Johnny la łǫ kàra įtǫ eyıts'ǫ Behchokǫ-Edzo, Wha Tì, Gametì eyıts'ǫ Wekwetì gots'ǫ dǫne łǫ xè eghàlaḍda t'à dọne gha Board k'è wheda gha nezį. Treaty 11 gha dọne naàwo k'è eghàlaede dǫ xè godo t'à, Diavik ndè k'è edaàni eghàlagiìde siì wek'èhodzǫ họt'e. Ededį siì di hanįwǫ, kǫta dọne nàdè siì ndè k'è edagot'į, edaàni t'asi hazǫ wehoidi eyits'ǫ edaàni dọne xè t'asi wehoidi ha siì wet'àra họt'e.

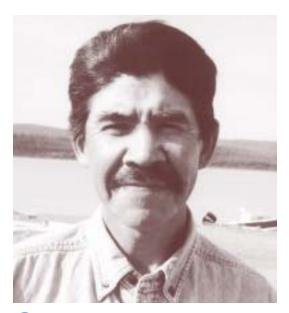
Board k'è done dehkw'e siì kwet'į naàwo eyits'o done naàwo t'à ełets'agedi ha giwo hot'e. Eyi wet'o goxè nezi hozo nidè hazo nezi ełexè eghàlats'eda ha dì le.



EMAB annual report 2001/2002

Lawrence Goulet, Yellowknives Dene First Nation (N'dilo)

Born and raised in Yellowknife, Lawrence now lives in N'dilo. His education took place in Yellowknife and Fort Smith, and he has worked in the areas of forestry, and mining, and mining exploration. He represents the Yellowknives Dene First Nation, and reports regularly about board activities to the Land and Environment committee. He also meets informally with Elders, telling them what is happening with Diavik, in areas of wildlife issues, fish, water and any other environmental issues that are of concern to them. As his first language is Chipewyan, he is able to speak directly to many people in the project area, ensuring that their concerns are accurately translated and noted. His mining and exploration background gives him an insight into the industry that is useful both in board meetings, and among his community. He represents the concerns of his communities that people should be more involved in monitoring, and that training should be done to develop good practices. It is important to look not only at the numbers of caribou present, but their overall health and migration patterns to provide a holistic perspective to the issue of wildlife management.



Bewuldésché nik'éniyá hel ?eyer naré neyą Lawrence si do nu la nadhër ?at'é. Bewuldésché ?erítł'ís kuę nidhër hel t'á gháláná si kun hałni dené, tsambá k'é tth'I tthé konidhen dené hel ghálana nilé. Bewuldésché bá Board k'ethedá hel naki tłąghé dé dené hel hani tłatłu diri Board la heltsi si cu tthłi tsambá k'é t'ahut'é si ghą tthi Lands and Environment Committee k'e thedá ?at'é.?eyer ts'i ?ahnedhé hel halni diri tsambá k'é naré t'a hel gháládá si tth'I t'a ?asié k'oneltá si ghą diri hué,ku tth'I t'a ?ahnedhé t'a ghą naidé si chu ghą hadi. Ku beyati si Dené Soliné ta yałti si t'a dené łą hel halni ?at'é diri ?asié k'onétá si ghą. T'á ?alnedhé ?asié ghą nanidé de ýe yati hilchu-u t'a k'aldé si ts'en hadi tth'I belá t'á ?asié łą henéréni ?at'é ?á ?aké nezo bet'oré ?a. Lawrence si diri Board nezo ghálána nidhen hel tthi diri xaiyé si ?asié łą k'onełta tthi hayorilá dené behel si bet'oré ?á t'a la k'é gháláda si. Hayorila ts'i dené si behél gháládá dé chu tth'I lá k'é honeltën dé tth'I t'at'u ?asié k'oneltá ghą nezo ?ané ha yunedhé ts'ën hadher dé. Diri ?etthen hultá chu tth'I ?aké hená dé chu tth'I t'á dałénilyé si ?aké badi ho}ą tth'I t'at'u nezo kech'andi badi li si ha.

Florence Catholique, Lutsel K'e Dene First Nation

Florence was born and raised in Lutsel K'e, and continues to make it her home. She speaks Chipewyan as a first language, and believes that the perspective of elders has much to offer in many respects. As a former chief of the Lutsel K'e Dene First Nations, she believed she had a duty to protect the resources for future generations. Her involvement in environmental issues continued to grow through her involvement as a board member with the West Kitikmeot Slave Study, as well as through her work on the Impact Benefit Agreement for Diavik. Locally, she also held the principalship of the local school for five years, so has a keen understanding of the need to involve youth in the process of environmental education, protection and monitoring activities. Currently, Florence sits on the Wildlife Council for the Lutsel K'e Band. This provides her with a direct link to the community, and conversely, provides the Environmental Monitoring Advisory Board with direct feedback from community members. Florence actively participates in bringing information from the Board back to her community, through personal home visits to elders, through monthly reports to the elders council, and to the Wildlife Council.

Dırı Florence sı Łutselk'é nıkenıyá hel tth'I ja neya ?at'é ?ało ?eyer nadhër ?at'é.Dené soliné t'a yaltı hel tth'I beyatı chu bechłanıé gha hotl'ëth nıdhën. ʔalnedhé sı ?asıé la k'orélya hel ?aké hubet'oré ?a?at'é. Łutselk'é ba t'alkı heli nılé ku lutselk'é ba yaltı ha?a t'a ?asıé bet'oré ?á sı gha.T'at'u ?asıé nı k'e ghálda dé ?asıé-u kech'ancıé hadı hel ghákádá sı gha hutl'ëth nıdhèn dırı Board hel ghalaná West Kıtıkmeot Slave Study ts'i ?ané tthı Impact Bebefit Agreement hel ghálána sı Dıavık bá.}eyer ts'i solaghé xaıyé ts'ën ?erıtl'ís kue ts'en k'aldher.La la bets'i t'a tth'I ?aké ?erítl'ís henerinı chu bet'a nı k'é gháládá ?á ?asıé hadı sı sekuı behél de hunedí.Florence sı ja Łutselk'é Wıldlıfe Councıl k'e thedá ?at'é.Hat'é t'a bet'oré ?á dırı Environment Monitoring Advisory Board chu hayorilá k'eyaghé dené nadé sı. T'a gha naıdé sı beyatı sí k'aldı dali hatsédí ?at'é. Florecne sı dené kanáda-u dené hel halnı t'at'u ?asıé k'é k'onetá sı gha tthı ?anedhé hel halnı-u. Tth'I sa kanelt'u t'alsí la huto ?asıé k'oneltá dé gha ?erítl'í detl'ís ?at'é. TTh'I Wıldlıfe Councıl hel naltı t'a k'é ghálana lasí ghá.



EMAB annual report 2001/2002

Alternate Board Members

Clem Paul, North Slave Metis Alliance

Clem is Metis, born and raised in Yellowknife, and is a founding member and currently the President of the North Slave Metis Alliance. He worked for many years in the trades doing welding, until being elected as the President of the Yellowknife Metis Council, a precursor to the NSMA. Clem welcomes NSMA's participation on EMAB, and believes the organization's mandate will provide much-needed feedback and involvement from those who are most affected by development, the people who have called this land their home for countless years.

David Livingstone, Government of Canada

David is Director, Renewable Resources and Environment in DIAND, Yellowknife where he has lived for the past 14 years. His primary focus currently is the development of a sound environmental management framework for the NWT, within which responsible economic development can proceed. Elements of the framework include environmental monitoring and research, land use planning and a protected areas network, assessment and regulatory processes, information management and overall coordination. His other responsibilities include the Taiga Environmental Laboratory, contaminated sites remediation and contaminants studies, water management and other environmental management activities. David is no stranger to life in northern mining communities, having grown up in the mining communities of Wells, B.C., and Red Lake and Elliot Lake, Ontario.

Doug Crossley, Kitikmeot Inuit Association

Doug has adopted the Central Arctic community of Cambridge Bay as his home since 1981, and in that time has worked extensively in areas of land claims, and land use, with particular attention to safeguarding community and municipal interests as they relate to development. He has also worked with the Kitikmeot Inuit Association, through his involvement with the Board of the West Kitikmeot Slave Study, and has been involved in the development of the West Kitikmeot Land Use Plan. He is currently working with the Nunavut Planning Commission on a land use plan, which is in its final stages of development.

Gord McDonald, Diavik Diamond Mines Inc. (DDMI)

Gord provides DDMI with strategic and technical direction regarding environmental aspects of the mine design, construction, operation and closure. Gord has extensive experience with environment assessment issues in mining. He has been involved in environment assessment projects for a variety of other mines, both in Canada, the United States and overseas in places as far afield as Thailand and Cuba. His technical expertise provides a good perspective for the Board.

Ted Blondin, Dogrib Treaty 11 Council

Ted is well-known to the Dogrib community in many capacities, most recently as the Land Claims Manager for the Dogrib's Treaty 11 land claim and self-government agreements. He has also represented the Dogrib people in negotiating the benefit agreements with BHP Billiton and Diavik Diamond Mines. Ted is the Chair of the West Kitikmeot Slave Study, which has had a five-year mandate. Ted believes passionately that both scientific and Traditional Knowledge are important in making decisions about environmental management issues, and is pleased that EMAB's mandate encourages integrating TK and scientific knowledge. Ted was born on the land, in a tent on the east shores of Great Slave Lake, spent his early years in and around Yellowknife, and now makes Rae his home.

Angus Martin, Yellowknives Dene First Nation (Dettah)

Angus has lived in Yellowknife his whole life, and while he has worked elsewhere from time to time, has always called it his home. He has extensive background in resource industries, such as pipeline construction, mining, and forestry. He is currently the liaison officer for a firefighting crew for the Department of Resources, Wildlife and Economic Development. He sits on the Land and Environment Committee for the Yellowknives Dene First Nation.

Charlie Catholique, Lutsel K'e Dene First Nation

Charlie was born in Lutsel K'e and has lived there all his life. Charlie is very concerned about the environment and over the past five years has been the Chair of the Lands and Environment Committee in Lutsel K'e. He played a valuable role in the Environmental Assessment and permitting of the Diavik Project.

John Morrison, Government of Nunavut

John lives in Kugluktuk, Nunavut and works as an Environmental Protection Officer for the Department of Sustainable Development, Government of Nunavut. John has extensive experience in the management and monitoring of environment projects. John was appointed as an alternate Board member in December 2001. In this capacity, John's role is to help represent the interests of the Nunavut people in the Kitikmeot. Of special concern is the water quality in the Coppermine River. He also provides a conduit for information to interested parties inside and outside the government.

Thank you

We would like to thank those board members no longer serving on the Board. Their contribution during the Board's first year was much appreciated. Thanks to: Chris Nichols, representing the Government of Nunavut; Henry Zoe representing the Dogrib Treaty 11 Council; Cindy Gilday and Eric Christensen, representing Diavik Diamond Mines Inc.; and Kathryn Emmett and Brett Hudson, representing the Government of the Northwest Territories.

Environmental Monitoring Advisory Board (EMAB)

The Environmental Monitoring Advisory Board (EMAB) was formed as a requirement of the Diavik Environmental Agreement, and is intended to provide an integrated and co-operative approach to the environmental management of the Diavik Diamonds Project. EMAB was incorporated under the Societies Act, on January 30, 2001, and held its first formal Board meeting in February 2001. The Board operates independently from Diavik Diamond Mines Inc. (DDMI) and the governments of Canada, the Northwest Territories and Nunavut and aims to assist the Parties in the implementation of a common strategy to address environmental matters associated with the project.

16 EMAB annual report 2001/2002

The establishment of EMAB

In September 1998, Diavik Diamond Mines Inc. (DDMI) submitted its environmental assessment report to the federal government. The submission was based on geotechnical, environmental and socio-economic investigations, public consultation, and discussions that took place between 1994 and 1998.

The "Comprehensive Study"

Further information derived from technical review and public consultations combined to form a Comprehensive Study of the Diavik Diamond Mines Project in 1998 and 1999.

At the conclusion of the Comprehensive Study it was determined that, with the mitigation measures proposed by Diavik, no significant adverse environmental effects were identified. However, it was also determined that mechanisms were required to ensure implementation of monitoring and mitigation measures.

Environmental Agreement

In response to the Comprehensive Study findings, an Environmental Agreement was developed that established appropriate responsibilities of Diavik and federal, territorial and Aboriginal governments in the cooperative development, on-going review and modification of follow-up programs to mitigate potential project effects on the biophysical environment.

On March 20, 2000, the Environmental Agreement for the Diavik Diamonds Project came into effect. It is a legally binding agreement between Aboriginal Parties affected by this project, the governments of Canada and the Northwest Territories.

The agreement requires that an environmental monitoring advisory board be established, operating at arm's length and independent from the Parties to the agreement. It specifies the mandate, composition and functioning of the Board and establishes the Board's responsibility to perform its functions consistently with the purpose and guiding principles of Article 1 of the Environmental Agreement, and it will remain in place until full and final reclamation of the project.



Article 1 of the Environmental Agreement

Purpose

- ◆ To ensure that the mitigation measures as identified by DDMI and the Comprehensive Study are appropriately implemented;
- To provide for additional monitoring which, in conjunction with the monitoring requirements of Regulatory Instruments, will serve to verify the accuracy of the environmental assessment of the Project and the effectiveness of mitigation measures, and whether commitments are being fulfilled;
- ◆ To facilitate the use of holistic and ecosystem-based approaches for the monitoring, management and regulation of the Project;
- To respect and protect air, land, water, aquatic resources, wildlife, archaeological and cultural resources, and the land-based economy that are essential to the way of life and well-being of the Aboriginal Peoples;
- To create opportunities for community and public input and participation;
- To provide advice and direction to DDMI in order to assist DDMI in managing the Project consistent with these purposes;
- To maximize the effectiveness and co-ordination of environmental monitoring and regulation of the Project;
- To facilitate effective communication about the Project with Affected Communities and effective participation of the Aboriginal Peoples and the general public in the Achievement of the above purposes.

Guiding Principles

The Parties to the Environmental Agreement agree to carry out their responsibilities guided by the following principles:

- Adaptive environmental management;
- Sustainable development;
- Design and implementation of environmental protection measures to minimize adverse effects on environmental quality to the extent technically and economically feasible;
- Precautionary Principle;
- Promotion of capacity-building for the Aboriginal Peoples respecting Project-related environmental matters;
- Recognition of the particular environmental values of the Lac de Gras region;
- Full consideration and use of both Traditional Knowledge and other scientific information where appropriate; and
- Promotion of a co-operative approach among the Parties respecting Project-related environmental matters.

Board members tour project site, July 2001.



EMAB annual report 2001/2002

What is the mandate of EMAB?

- ◆ To assist the Parties to implement an integrated and cooperative approach to achieving the purposes and guiding principles in Article 1.
- To serve as a public watchdog of the regulatory process and the implementation of the Environmental Agreement.
- ◆ To review documentation produced by the Parties to the Environmental Agreement and regulatory authorities pertaining to environmental quality, and to make recommendations to DDMI, the Minister of DIAND, and any other party having regulatory or management responsibility pertaining to the Project.
- The agreement specifies that the recommendations are to be made respecting;
 - issues relating to access for purposes of wildlife harvesting;
 - the participation of each of the Aboriginal Peoples and affected communities in training initiatives and monitoring programs bearing on environmental quality; and
 - the need for and design of Traditional Knowledge and other studies, and, where appropriate, facilitate the management and implementation of these studies.
- ◆ To facilitate the provision of information to affected communities, the Parties to the agreement and the general public on the Board's activities and on matters bearing on environmental quality.
- ◆ To participate as an intervener in regulatory, dispute resolution and other legal processes.
- ◆ To provide a meaningful role for each of the Aboriginal Peoples in the review and implementation of environmental monitoring plans in respect to the Project.

What is the composition of EMAB?

The Board is composed of one representative from each of the Parties to the agreement, as follows:

Dogrib Treaty 11 Council North Slave Metis Alliance

Yellowknives Dene First Nation Government of the Northwest Territories

Lutsel K'e Dene First Nation Government of Canada
Kitikmeot Inuit Association Diavik Diamond Mines Inc.

The Government of Nunavut also has representation on the Board, as the agreement recognizes their involvement in transboundary issues relating to water quality and wildlife.

What are the Board's objectives?

The Board's objectives are to provide community input and advice to DDMI and regulators, with the overall intent of minimizing project related environmental impacts.

With participation and contribution from Aboriginal Peoples and affected communities, the Board plans to build a strong relationship with DDMI to ensure communities are full participants in all aspects of environmental monitoring and mitigation measures associated with the Project.

How does EMAB function?

The Board office in Yellowknife includes the Executive Director and staff. It houses a library of materials on the Diavik Diamonds Project and is open to the public. Materials such as annual reports and newsletters are produced, and initiatives such as caribou monitoring and Traditional Knowledge workshops are planned and implemented from this office, with meetings and workshops rotating among the affected communities.

Start-up costs for the first two years have been provided by the Government of Canada, Government of the Northwest Territories and DDMI, with future funding for the Board provided by DDMI.

Budget for each of the first two years of EMAB (2001/02, 2002/03)

Diavik Diamond Mines Inc.	\$600 000		
Government of Canada	\$150 000		
Government of the Northwest Territories	\$50 000		

After 2003, there is no obligation on the Governments of Canada and Northwest Territories to provide contributions. The budget for the years following 2003 will be negotiated with DDMI, using the process outlined in the Environmental Agreement.

The Board aims to be fiscally prudent through utilization of other resources, and cooperative activities with other organizations like its sister socio-economic board, the Diavik Communities Advisory Board. For funding which is not available within the agreed-to budget, proposals may be submitted, and DDMI will provide funding based on the merit of the proposals.

The Board is registered as a "not-for-profit" society in the Northwest Territories.

Bob McLeod, Deputy Minister, Department of Resources, Wildlife and Economic Development Government of the Northwest Territories

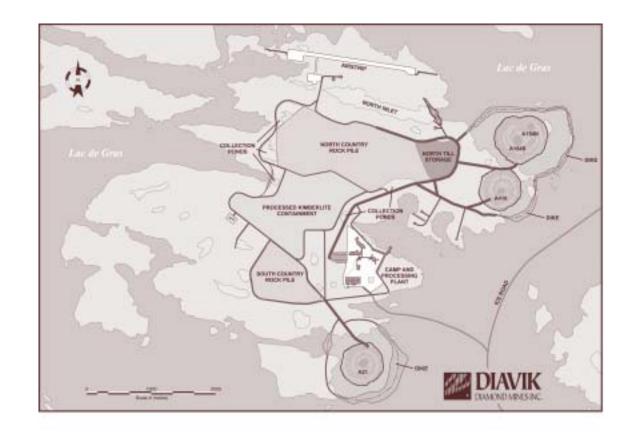
"The collaborative work undertaken by EMAB over the past year truly supports the mutual goals of its members to ensure respect and the protection of our northern environment. The efforts of the Board, to create opportunities to involve communities, should be commended. The Government of the Northwest Territories is confident that the Board will continue to provide valuable, credible advice with respect to the environmental monitoring of the Diavik Diamond Mine."

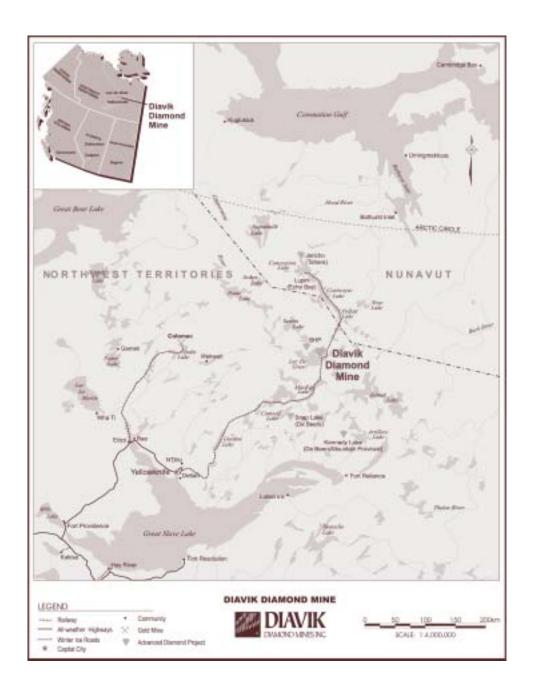
The Project

Project Description

The Diavik Diamond Mine is located in the Northwest Territories, approximately 300 kilometres northeast of the capital city of Yellowknife, 100 km north of the treeline.

The Diavik Diamonds Project is centred on an approximately 20 square kilometre island, informally called East Island, in Lac de Gras, Northwest Territories. The Ekati Mine, Canada's first diamond mine, is located 30 km to the northwest. In the first half of 2003 the Diavik mine will begin operation, mining four diamond-bearing kimberlite pipes located just offshore of the East Island, and is expected to have an operating life of approximately 20 years.





Stephen Prest, President, Diavik Diamond Mines Inc.

"This initial year just past of EMAB's independent monitoring of the Diavik project has been very active for all concerned. The high level of activities associated with the construction phase of the project placed additional work load on the Board at the time when it was establishing itself and the Board is to be commended for the manner in which it conducted its affairs during its first year. All of us associated with the Diavik project appreciate the advice and guidance provided by the Board during the past year and look forward to continuing dialogue in the years ahead."

Bob Overvold, Regional Director General, Indian and Northern Affairs Canada, NT Region

"The Environmental Monitoring Advisory Board for the Diavik Diamond Project has made substantial contributions to interactive monitoring since its inception last year. The Department of Indian and Northern Affairs, along with other Parties to the Diavik Environment Agreement, will continue to support the Board and other agencies as we all work towards the establishment of a regional monitoring organization."

2001/02 Review

Establishing the Office

The preliminary meetings towards the establishment of EMAB were in January of 2001 and election of the executive took place on February 28, 2001. Regular meetings of the Board have been held since that time with seven board meetings and three workshops held in 2001/2002.

A personnel committee was established in March 2001 to oversee the hiring of the Executive Director. The Executive Director was selected in July 2001 and assumed her duties in October 2001.

The library was established in April, 2001, housing materials dating from the submission of the Comprehensive Study documents, and a public registry with copies of all correspondence to and from the Board was also established.

EMAB designed a letterhead and logo that highlights the key areas of concern for EMAB and the Aboriginal communities – fish and water, caribou and Traditional Knowledge (TK), and with this identifying material developed information pamphlets and presentation materials for use by the public, communities and government.

An office was opened on April 9, 2001 in Yellowknife and in December and January of 2001/2002 the office was renovated in order to create a library space, a working area for board members and the public, and an office for the Executive Director. A large board room was created by removing the wall between the Independent Environment Monitoring Agency (IEMA), and EMAB. The cost of this exercise was shared between the IEMA and EMAB, and allows for not only IEMA and EMAB meetings, but also provides the room required to accommodate community members at workshops.

Summary of Operational Policies/Procedures

Staff at the EMAB office have developed, or are in the process of completing many of the necessary plans, policies and procedures that will allow the office and the board members to function efficiently and effectively.

The various procedures are outlined in the draft Operating Manual and include policies and details of the day-to-day operations of the EMAB Secretariat, including communication links, media policies, personnel, hiring and evaluation procedures, job descriptions, "buy north" policies, advertising and promotional policies, suppliers lists and standing offer contracts.



The 2001/2002 year was a busy one with the establishment of EMAB and the first year of mine construction coinciding.



As well, for the benefit of the board members, additional procedures are in place to manage travel, honorariums (\$350 per day), translations, minutes, roles and responsibilities of board members, and conduct of board meetings.

The Secretariat currently has two full time staff, the Executive Director, Kirstie Simpson, and the Office Manager, Linda Tourangeau. Assistance to the office is provided through standing offer agreements and contracts issued from time to time in relation to workshops and special events.

Meetings

Working Group Meeting

In January of 2001, three meetings of the working group to assist in the establishment of the Environmental Monitoring Advisory Board were held. At those meetings the Parties reviewed the Environmental Agreement and the mandate, composition, function and funding of EMAB. Other items dealt with during those meetings included the incorporation of EMAB as a not-for-profit society, the development of the constitution and bylaws, facilitation of the board member appointments, and initiation of the process to get the Board functioning including staffing and office space.

February 2001, First Board Meeting of EMAB in Yellowknife

The first meeting of EMAB was held on February 27 and 28, 2001 at which appointment of an interim chair was made (Geonorth Consulting), and elections were held from the membership for the Chair, Vice-Chair, and Secretary-Treasurer. As well the status of the construction of the project was presented and plans were made to bring the Board up to the mine site for a tour.

March 2001, "Think Tank" Meeting

After the appointment of the officers of the Board, a "think-tank" meeting was held in March and included a broad range of discussions. These included board process, community consultation, logistics such as confirmation of office location, discussion of staffing needs and formation of a personnel committee, a project update, the future formation of the Traditional Knowledge and Scientific Knowledge panels as allowed by the Environmental Agreement, funding needs, and the relationship of EMAB to its sister socio-economic board, (Diavik Communities Advisory Board), as well as the environmental monitoring agency for the Ekati project (Independent Environmental Monitoring Agency).

Chief Joe Rabesca, Dogrib Treaty 11

"The Dogrib are encouraged by our involvement in the Environmental Monitoring Advisory Board. Direct community involvement on a project of this size provides us greater understanding of how mines like the Diavik Project can be better managed to maximize benefits and reduce environmental negative effects. Utilizing scientific and Traditional Knowledge best satisfies everyone concerned."

April 2001, Board Meeting in Kugluktuk

The fiscal year of operation started with a board meeting in Kugluktuk in April and further board meetings were held in May, June, July, September, November and December of 2001 and February and March of 2002.

In Kugluktuk, the Board initiated work on the 5-year workplan and spoke of focusing on the monitoring activities and many regulatory reports. Priorities for the Board were identified as being aquatic effects, wildlife, traditional knowledge, communications and communities strategies, and capacity building both for the Board and the Aboriginal communities. EMAB also agreed on the priorities that seem to serve the interests of the affected communities, to concentrate on enhancing the existing monitoring plans over the next few years, through gathering community input, involving communities in the monitoring, and focusing on aquatic effects and wildlife.

The Board also initiated discussions of the various policies that would be required including communications, honorarium, travel, board attendance, community meetings and hiring and evaluation.

May 2001, Board Meeting at EMAB office, and DDMI Site

The May meeting included meetings between the various regulatory agencies and EMAB with discussion of the roles and relationships between the regulatory bodies and upcoming regulatory submissions. A site visit was also made during the May board meeting so that the Board could observe the construction under spring melt conditions.

June 2001, Board Meeting in Rae

In June EMAB met in Rae and received presentations on the DDMI wildlife monitoring program, dust deposition and habitat assessment monitoring, and fish and fish habitat. DDMI also presented material on the solid waste disposal alternatives at the site and the restoration research program.

June 2001, Public Meeting in Rae

At the public meeting caribou issues were paramount with management of the Bathurst caribou herd and effects on migration being the key issues. Discussion of the incorporation of TK into the monitoring and accommodation of Elders on site during the migration were also raised. EMAB agreed not to duplicate what others are mandated to do.

Charlie Evalik, President, Kitikmeot Inuit Association

"The Environmental Monitoring Advisory Board allows our representative to advise on any measures that might be taken by Diavik Diamond Mines Inc. on their upcoming diamond mine operation."



July 2001, Board Meeting at the EMAB office, and DDMI Site

The July meetings included a mine tour and a meet and greet dinner cruise with the Parties and board members and staff aboard the *Norweta* on Great Slave Lake.

At the meeting the discussion continued vis-à-vis the relationship of the Mackenzie Valley Land and Water Board and the Diavik Technical Committee with EMAB and the problem of communications between the various regulatory boards and the communities. As well, the Department of Fisheries and Oceans was invited to the meeting to discuss the management of fish habitat and the involvement of Aboriginal people in fish monitoring activities. EMAB initiated discussions of a proposed Traditional Knowledge (TK) workshop and held a brainstorming session of what they wanted to see come out of this workshop.

September 2001, Board Meeting at EMAB office

The September meeting included further discussion of the TK workshop, a presentation by the Socio-economic Monitoring Board for Diavik, and a presentation by DDMI on the Country Rock and Till Storage Design, cost estimates for interim and final restoration and an update of the project construction. EMAB then reviewed the results of the June public meeting held in Rae, which led to a discussion on the need for a caribou workshop. A portion of the meeting was then spent planning this workshop and developing a terms of reference for it. The workshop was held in October 2001 (see page 29).

November 2001, Board Meeting at EMAB office

In November the Board spent a day reviewing specific caribou monitoring initiatives with RWED, IEMA, WKSS, Dogrib Treaty 11, Lutsel K'e Dene Band, and DDMI. The rest of the meeting was spent addressing the need for capacity funds for the Aboriginal board members, tabling of draft administrative, personnel and board members policies, approval of board room renovation costs to be shared with IEMA, and approval of the EMAB logo, information pamphlet and PowerPoint presentation for the Geoscience conference. The Executive Director presented a paper on EMAB at the conference.

Clem Paul, President, North Slave Metis Alliance

"This process is a clear demonstration that the involvement of Aboriginal communities in the monitoring aspect of development can be beneficial, and have a long and lasting positive effect on the relationship between governments, industry, and other Aboriginal communities."

December 2001, Board Meeting at EMAB office

In December the Board met to review and approve the capacity funding budgets for Aboriginal Parties, approved recommendations that came out of the October and November caribou meetings and discussed the terms of reference for the review of fish and fish habitat related documents and the DDMI wildlife effects monitoring plan for workshops to be held in February (see page 31).

February 2002, Board Meeting at EMAB office

In February, along with the fish and wildlife workshops, the Board approved the purchase of computers and faxes for the Aboriginal board members, dealt with a number of administrative matters and reviewed the recommendations that came out of the February workshops.

March 2002, Board Meeting at EMAB office

The final meeting of the 2001/2002 year was in March. A considerable amount of time was spent on both a discussion of the DDMI annual report on the Environmental Agreement and discussion of an amendment application to the DDMI Class A Water Licence.

Community Consultation

EMAB staff visited Lutsel K'e, Rae and Kugluktuk, to explain the caribou and fish recommendations from the workshops. These meetings were an excellent way of helping the board members from those communities to clarify recommendations and ensure that the communities' concerns were adequately captured. As well, a variety of individuals and representatives were able to set aside time to assist EMAB without the financial implications of travel outside of the community.

Environmental Plans and Programs

In 2001, 37 technical reports were submitted for review to the various regulatory agencies. Copies of each of the reports were provided to the Parties, each board member, and to the EMAB library. Of particular interest to EMAB and most related to the priorities identified by the Board and the communities were the aquatic effects and wildlife effects monitoring programs, the updated aquatic baseline information, the integrated description of the limnology and aquatic ecology of Lac de Gras, the

Board members returning home after community meeting.



conceptual design and draft implementation workplan for fish habitat compensation, and the reports relating to fish salvage, habitat, and metals baseline, as well as the interim abandonment and restoration plan.

Many of the other reports were related to construction and operation of facilities such as the kimberlite containment facility. All of these reports were scrutinized to the satisfaction of EMAB by the Diavik Technical Committee and the Mackenzie Valley Land and Water Board.

Diavik Technical Committee

The Diavik Technical Committee (DTC) was established to provide a forum for the discussion of technical matters related to the DDMI Class A Water Licence Number N7L2-1645 on September 14, 2000. The Mackenzie Valley Land and Water Board (MVLWB) gave approval to organize and establish the technical committee and to invite experts to serve as members of the DTC.

The DTC members provide expert technical opinions and recommendations to the MVLWB with respect to the acceptability of all development reports and plans submitted pertaining to the Water Licence N7L2-1645, and to assist the MVLWB in fulfilling its mandate and recommending acceptance or written approval of the reports or plans.

In May 2001 staff of the Mackenzie Valley Land and Water Board met with EMAB to exchange ideas with respect to monitoring issues. A number of alternatives were discussed in respect to the relationship of EMAB and the DTC including having EMAB participate as observers on the DTC and the ability of EMAB to forward monitoring issues directly to the MVLWB.

Ten DTC meetings were held in 2001/2002 as well as a special meeting hosted by Diavik in January 2002 in relation to a license amendment request. At the meetings, the various technical submissions were discussed in some detail with DTC members providing written comments and Diavik providing written responses between the meetings. The Aquatic Effects Monitoring Program underwent a lengthy review as did the license amendment request for a change in the way phosphorus levels are measured for compliance purposes. An issue raised in the fall of 2001 was the modification of the A154 dike.

EMAB wrote to the MVLWB on November 21, 2001 regarding this issue and noted the following: "the dike design was an issue that underwent significant and lengthy review during the environmental assessment. As such, a significant change, such as the interface of the dike and the bedrock, should

"the dike design was an issue that underwent significant and lengthy review during the environmental assessment. As such, a significant change, such as the interface of the dike and the bedrock, should warrant some degree of scrutiny by regulatory and assessment staff, prior to a change in design and construction method."

"... it is the responsibility of the MVLWB to administer the regulatory authorities for the project and the responsibility of DIAND to inspect and enforce those same regulatory authorities."

EMAB annual report 2001/2002

warrant some degree of scrutiny by regulatory and assessment staff, prior to a change in design and construction method." EMAB also noted that it was "our understanding that significant design changes such as this are to be submitted to the MVLWB 45 days prior to such changes being implemented."

"The Environmental Monitoring Advisory Board is of the opinion that a design change of this nature and the identification of the construction problem that precipitated this change, should have been brought to the attention of the MVLWB as soon as it was noted . . . EMAB is of the view that efforts must be made to clarify this so as to ensure that this type of situation does not re-occur." Revisions of this nature "may alter the conclusions made during the environmental assessment and precipitate environmental effects that were not considered during the Comprehensive Study Review of the Diavik project."

Inspection and Enforcement

EMAB finds that inspection reports provided by the Resource Management Officer responsible for the Diavik Project and the attendance of the inspector at EMAB board meetings have been invaluable in keeping the Board informed of the status of the construction and compliance with the authorizations.

As well, the public, and EMAB acting as a public watchdog, rely on the inspection and enforcement regime to ensure that the mitigation measures put in place during the Comprehensive Study Review of the Diavik Project and subsequent licensing, are being carried out.

For a period of time (November 2001 to March 2002) no inspector for either the Diavik or BHP Billiton project was on staff at DIAND. The Environmental Monitoring Advisory Board wrote to DIAND and the MVLWB in March 2002 to express concern that inspections under the *NWT Waters Act* and the *NWT Lands Act* were not being carried out at the Diavik site for a period of time due to lack of inspection staff at DIAND. EMAB requested that "inspections be resumed either by DIAND or by an independent party or that a compliance audit be carried out as soon as possible," and that they "see that it is the responsibility of the MVLWB to administer the regulatory authorities for the project and the responsibility of DIAND to inspect and enforce those same regulatory authorities."

Major Initiatives

Caribou and Wildlife Workshops

In October, 2001, EMAB hosted a workshop "Towards the Development of a Caribou Monitoring Protocol in the Lac de Gras Area" that was attended by members of each Aboriginal Party, EMAB, the Independent Environmental Monitoring Agency (IEMA), RWED staff, and environmental staff from DDMI and BHP Billiton. The purpose of this workshop was to discuss and outline a caribou monitoring protocol in the Lac de Gras area that better included Aboriginal participation and considered how best to address the needs and concerns of the Aboriginal Parties as participants in the design and implementation of the monitoring programs. At the workshop, presentations were made by EMAB, IEMA, RWED, DIAND, DDMI and BHP Billiton relating to both regional and project-specific caribou monitoring programs. In February 2002, a further meeting was hosted by EMAB and the 2001 Draft DDMI Wildlife Effects Monitoring Plan and results of the 2001 monitoring program were reviewed.

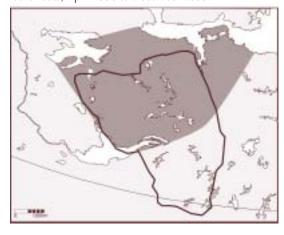
As part of this process, EMAB reviewed the baseline information pertaining to the Bathurst Caribou Herd in the vicinity of the Diavik Diamond Mines project as well as the management programs and monitoring plans in order to ensure that DDMI were upholding their commitments to: "evaluate wildlife and project interactions during the construction period and for the foreseeable future; confirm impact predictions; confirm baseline findings; detect change in distribution of wildlife species; identify possible additional mitigations where issues are detected, and determine DDMI's contribution to cumulative effects of human disturbance on the wildlife populations in the Lac de Gras Area" (2001 DDMI Annual Report).

During the workshops many caribou-related issues were raised which included broad issues relating to the distribution and health of the Bathurst herd, trans-boundary issues resulting from the herd crossing political boundaries between Nunavut, NWT and Saskatchewan, and the possible effect of global climate change, as well as project-specific issues. As well, concerns were raised in relation to cumulative effects including both the effect of commercial outfitting and subsistence hunting of the herd. In particular, the need to account for these harvests was raised by participants.

EMAB's review of the wildlife effects monitoring programs at the Diavik site identified concerns with the monitoring and management strategies. Issues raised were the ability of the program to satisfy the three core objectives of testing environmental assessment predictions, validating the effectiveness of mitigation measures, and identifying new mitigation measures for newly uncovered impacts on wildlife. Issues raised in the workshops were the ability of the program to satisfy the three core objectives of testing environmental assessment predictions, validating the effectiveness of mitigation measures, and identifying new mitigation measures for newly uncovered impacts on wildlife.



Bathurst caribou herd annual range, based on satellite collar data, April 1996 to December 2000.



"EMAB recommends that ... the role of communities and Traditional Knowledge in the monitoring activities must be defined."

EMAB annual report 2001/2002

In particular EMAB is concerned about the effectiveness of current localized monitoring activities and the limited scope and geographic context of the program. EMAB does not believe that the restriction of monitoring activities to the East Island is justifiable considering the ecological "zone of influence" of the project. Impact predictions cannot be verified if monitoring takes place only over a fraction of the "zone of influence", without comparison to an area not affected by mine activities. As well, information collected only at the project site by DDMI will contribute very little to cumulative effects assessment and management of the Bathurst caribou herd.

EMAB also noted that that the current practice of uncoordinated site visits and participation by the Aboriginal Peoples in monitoring activities at the Diavik and BHP Billiton mine sites is a gap in an effective and comprehensive monitoring framework and does not encourage cooperation and communication among communities and Aboriginal groups.

EMAB released the following recommendations related to the October workshop in January 2001 to DDMI and RWED. Recommendations following the February workshop are to be released in June 2002.

Recommendation:

Letter to Resources, Diavik Diamond Mines Inc., January 21, 2002

"EMAB recommends that DDMI, in consultation with EMAB, coordinate the timing and protocol for Aboriginal Peoples participation in site monitoring activities. This initiative should include additional clarification of roles and responsibilities respecting specific site monitoring duties and the obligation to report back to their respective communities and organizations, and training in monitoring techniques by community representatives. As well, further clarification and specificity of the role of communities and Traditional Knowledge in the monitoring activities must be defined. The results of this undertaking are to be brought back to EMAB for discussion and review.

EMAB recommends that DDMI work cooperatively with BHP Billiton and the Department of Resources, Wildlife and Economic Development to develop data collection protocol, standards and mechanisms for caribou monitoring to facilitate and maximize the acquisition, interpretation and sharing of monitoring data at various levels. This should include further clarification and specificity of the role of communities and Traditional Knowledge in the monitoring activities. The results of this undertaking are to be brought back to EMAB for discussion and review."

Recommendation:

Letter to Resources, Wildlife and Economic Development, January 21, 2002

"EMAB recommends that the Department of Resources, Wildlife and Economic Development strengthen the monitoring requirements of licensed Outfitters within the range and habitat of the Bathurst Caribou Herd and begin a process where they will have to comply with similar requirements as the mining companies.

EMAB recommends that RWED continue to examine ways to work cooperatively with the Aboriginal Peoples to document and monitor subsistence harvest levels within the range and habitat of the Bathurst Caribou Herd. Consideration should be given to the use of approaches similar to land claim harvest studies, including the use of a "harvest calendar" to facilitate and encourage harvester participation."

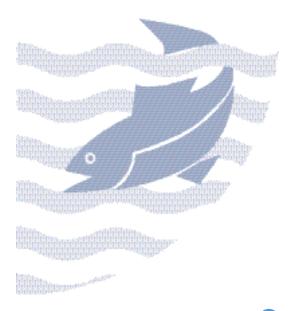
Fish and Fish Habitat Monitoring Technical Workshop

A workshop was held on February 20 and 21, 2002 to review and discuss fisheries issues related to the Diavik Diamond Mines project. The workshop was held at the EMAB office in Yellowknife, and was attended by EMAB board members, the Aboriginal Parties, IEMA and government, with presentations by EMAB's consultant Aquatic Environments Limited, the Department of Fisheries and Oceans, the Mackenzie Valley Land and Water Board and DDMI. The intent of the workshop was to provide an opportunity to share information from scientists and industry specialists and to provide a broad understanding of the issues and how they are being addressed in order to better understand the way fish and fish habitat is being managed and monitored in Lac de Gras. In this way EMAB and the Aboriginal communities will be better positioned to provide advice to industry and government regulators about the effectiveness of monitoring programs.

Aquatic Environments Limited made a presentation to the group about issues related to fish and fish habitat effects from the project, as well as the state of knowledge pertaining to fish and fish habitat in Lac de Gras, followed by a presentation by DDMI, who spoke to the group with particular reference to what is currently known about the area, why it is important, and the importance of the area to the communities.

It was noted that the importance of fish to the people and communities nearby was for traditional and sport fishing; fish are an important part of the aquatic food chain; fish act as a link between water and land ecosystems.

"EMAB recommends that ... the Department of Resources, Wildlife and Economic Development strengthen the monitoring requirements of licensed Outfitters within the range and habitat of the Bathurst Caribou Herd ..."





Rae band carrying out North Inlet fish-out and fish salvage program, July 2001.

Lac de Gras Watershed



The Department of Fisheries and Oceans spoke about the issues relating to fish and fish habitat that arose during the Diavik Comprehensive Study and how they were addressed. Three categories of issues were addressed: physical impacts to habitat; chemical/water quality impacts, and impacts to fish.

DDMI described their responses to regulatory requirements for management and monitoring plans with three specific monitoring programs: the Surveillance Network Program, measuring the quality of water as it is released from the site; the Aquatic Effects Monitoring Program, measuring the effects on water and aquatic organisms after it is released; and the Special Effects Monitoring Program to be implemented as needed.

A further review of the regulatory requirements relating to the water license was presented by representatives of the Mackenzie Valley Land and Water Board and DIAND. This included clarification of the extent and limits to the authority of the MVLWB as it relates to how recommendations pertaining to the water licence are made. Specific references were made to sections of the Water License relating to monitoring and reporting.

Discussion of the "No Net Loss Principle", and how this guides review of environmental assessments, was presented by the Department of Fisheries and Oceans. DDMI reviewed the conceptual design and compensation workplans for a fish habitat compensation program. Fish salvage and Fishout reports were also presented, along with a review and discussion about the Slimy Sculpin Baseline Metals Study and the Lake Trout Habitat Utilization Study. DDMI plans to conduct a baseline study on fish palatability, which would seek input from both communities and scientists, and to this end, requested feedback from EMAB on how these studies could best be conducted.

Issues and concerns raised as a result of the workshops and other meetings held throughout the year focused on three core questions.

- 1. Will the program adequately test environmental assessment predictions?
- 2. Will it validate the effectiveness of mitigation measures? and
- 3. Will it identify new mitigation measures for newly uncovered impacts?

Some general concerns identified by EMAB include the accuracy of the slimy sculpin metals baseline research, the ability of the habitat compensation plan to mitigate the identified effects, and the ability of the fish health and palatability studies to identify potential effects. As well, questions arose about the geographic scope of the program.

The recommendations resulting from this workshop are to be released in early to mid-summer, 2002.

Capacity Building

Discussions were initiated early on in the year in Kugluktuk over the need for additional capacity building within the communities to assist the board members. In November the Board discussed this issue and it was decided by board motion that each of the Aboriginal Parties to the Environmental Agreement should be provided with a \$30,000 capacity building budget. The funds were to be provided specifically to assist the Party in:

- creating opportunities for community and public input and participation in relation to the Diavik project;
- facilitating effective communication about the Diavik Project with affected communities;
- facilitating effective participation of the Aboriginal Peoples in the implementation of monitoring programs;
- providing training opportunities for each of the Aboriginal Peoples in relation to monitoring activities at the Diavik site:
- providing and implementing an integrated and co-operative approach to achieving the purposes of Article 1 of the Environmental Agreement;
- promoting capacity building for the Aboriginal Peoples respecting project-related environmental matters;
- considering Traditional Knowledge in the design and review of monitoring programs; and to
- allow their respective representative to adequately participate on the Board.

Each of the Aboriginal board members was then responsible for liasing with their Parties to determine the priority needs, and based on these discussions budget submissions were sent to EMAB for the Board to review and discuss at the December board meeting. Each of the Parties had a slightly different focus and the budget submissions ranged from providing office space and support to the development of community workshops. Based on the submissions, each of the Aboriginal Parties received the \$30,000 capacity funds for the fiscal year ending March 31, 2002. The funds are allowed to roll over into the next year and are to be used on an as-needed basis in compliance with the submitted budget.

Elders speak to EMAB at community meeting.



The Parties were provided with accounting guidelines as follows:

- Monies are to be spent in accordance with the budgets submitted and approved by each Party.
- ◆ All monies are intended to assist the EMAB board members to carry out their duties in relation to the Diavik Environmental Agreement.
- ◆ Each Party will be required to account for the use of the funds and provide an annual report by April 15, 2002 recording the products and outcomes achieved through the use of these funds.
- Expenditures shall be listed and where relevant will comply with the EMAB Board Expense Policy and the current Federal Treasury Board rates
- ◆ The products and outcomes shall clearly reflect the purposes and guiding principles of Article 1 of the Environmental Agreement and the mandate of the Board and will serve to support EMAB in fulfilling its mandate and reporting on such in the Board's annual report.

The Board will be evaluating the effectiveness of this program in 2002/2003.

In addition, it was recognised that a significant amount of time was being spent by board members on board business and that in order to function effectively a communication link had to be established. As such computers, printers and faxes were purchased and provided to those board members who needed them and set up as required in various locations within the communities. With this initiative EMAB has been able to send information to board members and electronic copies of the regulatory and monitoring submissions can be accessed from these locations.

Chief Archie Catholique, Lutsel K'e Dene First Nation

"EMAB has created a bridge to the communication process between the developer, regulators and us. We are very pleased that Lutsel K'e has its own representation on EMAB, as we have our own unique concerns and issues. EMAB capacity funding gives us the opportunity to consult with our elders on the monitoring plans that DDMI is considering."

Training

Training was also provided during the year to board members who desired it. Training was provided by the EMAB office for those board members who needed additional training on the computers in two one-day courses organised in Yellowknife for April and June with local educational businesses. In December one board member attended the DIAND-sponsored BC Justice Institute courses entitled "Challenges of Facilitation" and "Facilitating Multi-Party Disputes". In March a board member attended a water quality training workshop, hosted by the Mackenzie Valley Land and Water Board. A number of training conferences focusing on northern impact assessment, cumulative effects, and traditional knowledge were also attended by board members.

Workplan and Budget 2002/2003

EMAB's priorities for 2002/03 are to:

- Develop a comprehensive communications strategy;
- Increase Aboriginal involvement in monitoring activities;
- Continue to monitor issues relating to caribou, fish and water;
- Continue our involvement as a public watchdog, monitoring the regulators.

EMAB will hold one meeting or workshop each month in 2002/2003 and will rotate the Board meetings into the representative affected communities.

A workshop is planned in July in Lutsel K'e in the area of board development, and a joint EMAB/IEMA Traditional Knowledge workshop is to be held in Yellowknife in December. As well, the Annual General Meeting in September will include follow-up meetings in relation to the caribou, wildlife and fish recommendations arising from the October 2001 and February 2002 workshops. A water quality workshop is also planned for this year, but no date or location has yet been selected. EMAB has also been working closely with the Department of Fisheries and Oceans and DDMI in the design of fish taste testing studies and the Aboriginal board members will be assisting to bring together members from each community to take part in the program in late August of 2002.

The site will be visited in conjunction with board meetings in April and also to coincide with the official opening of the mine.

Budget 2002/2003

	2002/2003 Proposed Budget
Expenses:	
Administration	\$98 700.00
Capital	1 800.00
Management Services	196 000.00
Board expenditures	193 500.00
Board Sub-committees	27 000.00
Projects	125 000.00
Capacity Funding	150 000.00
Contingency	8 000.00
Total Expenses:	\$800 000.00

Auditors' Report

To the Board of Directors of the Environmental Monitoring Advisory Board

We have audited the balance sheet of the Environmental Monitoring Advisory Board as at March 31, 2002 and the statements of fund balances and cash flows for the year then ended. These financial statements are the responsibility of the Environmental Monitoring Advisory Board. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Environmental Monitoring Advisory Board as at March 31, 2002 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Michael Odell & Associates

Yellowknife, Northwest Territories June 5, 2002

Michael Odell & Associates Chartered Accountants



Environmental Monitoring Advisory Board

Statement of Operations

For the year ended March 31, 2002	March 2002 \$	March 2001 \$
Revenue		·
Diavik Diamond Mines Inc	600 000	-
Government Assistance		
Government of the Northwest Territories	50 000	-
Department of Indian and Northern Affairs	150 000	150 000
Interest Income	12 509	-
	812 509	150 000
Operating Expenditures		
Administration	65 126	2 174
Capital asset purchases	56 818	-
Management services	160 280	31 572
Projects (Detailed schedules attached)		
Caribou workshop	65 020	-
Fisheries workshop	31 589	-
Personnel committee	8 595	-
Executive committee	7 028	-
Capacity building (Note 2)	150 000	-
Board meetings and activities	106 669	6 000
	651 125	39 746
Excess Revenue over Expenditure	161 384	110 254

Environmental Monitoring Advisory Board

Balance Sheet

As at	March 2002 \$	March 2001 \$
Assets		
Current Assets		
Cash	264 387	-
Contributions receivable – DIAND Holdback	25 254	110 254
Recoverable costs	915	-
Purchase deposit – CasCom	321	-
	290 877	110 254
Capital Assets (Notes 3)	39 772	-
	330 649	110 254
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	19 239	-
Net Assets		
Investment in Fixed Assets	39 772	-
Unrestricted Net Assets	271 638	110 254
	311 410	110 254
	330 649	110 254

Notes to Financial Statements

For the year ending March 31, 2002

The Environmental Monitoring Advisory Board has been established in accordance with the Environmental Agreement for the Diavik Diamond Project. The Environmental Monitoring Advisory Board aims to provide a meaningful role for the Aboriginal Peoples in the review and implementation of environmental monitoring plans in respect to the Project. The Board will be in place until full and final reclamation of the Project is complete.

The Board is a not-for-profit organization and is exempt from income tax in accordance with section 149(1)(l) of the Income Tax Act.

Significant accounting policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles. Because a precise determination of some assets and liabilities depends on future events, the presentation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in the opinion of management, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

(a) Capital Assets

Capital Assets are recorded at cost minus accumulated amortization. Amortization is calculated using the diminishing balance method for office equipment using the following rates. Office Equipment 30%

(b) Revenue

The Board follows the deferral method of accounting for contributions. Under this method, restricted contributions are recognized as revenue when the related expenditures are incurred. Restricted contributions received but for which the related expenditures have not been incurred are reported as deferred revenue.

Unrestricted contributions are recognized as revenue when received, or when receivable if the amount can be reasonably estimated and collection is reasonably assured.

Contributions from Department of Indian Affairs and Northern Development are labeled -Comprehensive Funding Arrangement (CFA). When Operating Revenues exceed Expenditures no portion of the Excess Revenue over Expenditures is refundable to the Department of Indian Affairs and Northern Development.

(c) Financial Instruments

The company's financial instruments consist of accounts receivable and accounts payable. These financial instruments might expose the company to interest rate and credit risks. In the opinion of management, the financial statements and accompanying notes contain the relevant information to reasonably assess these risks.

For the year ending March 31, 2002			March 2002 \$	March 2001 \$
Capacity Funding				
Yellowknives Dene First Nations			30 000	
North Slave Metis Alliance			30 000	
Lutsel K'e Dene			30 000	
Dogrib Treaty 11			30 000	
Kitikmeot Inuit Association			30 000	
			150 000	
Capital Assets				
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Digital Imager	5 350	1 605	3 745	
Toshiba Satellite Pro 4240	4 676	1 403	3 273	
Computers	24 284	7 285	16 999	
Proxima DS2 Projector	1 605	482	1 123	-
Board room furnishings	1 873	562	1 311	-
Other office equipment and office furnishings	19 030	5 709	13 321	-
	56 818	17 046	39 772	_
Related Parties Department of Indian and Northern Affairs During the period ending March 31, 2001, the open managed by the Department of Indian and Northern ending March 31, 2001 operating expenditures wer	n Affairs. D	uring the period		39 746
Geo North Geo North provided the services of an executive dissupport services in the period January 1, 2000 through			68 855	31 572
Independent Environmental Monitoring Agency The Board shares board room facilities with Independent Environmental Monitoring Agency. The Board and Independent En				

Board Members

Robert Turner

Chair, North Slave Metis Alliance

P.O. Box 340

Yellowknife, NT X1A 2N3

Tel: (867) 873-9176 Fax: (867) 669-7442

Email: rturner@theedge.ca

Floyd Adlem

Vice Chair, Government of Canada

P.O. Box 1023

Yellowknife, NT X1A 2N7

Tel: (867) 873-6775 Fax: (867) 669-2707

Email: adlem@internorth.com

Doug Doan

Secretary-Treasurer, Government of the

Northwest Territories

6th Floor, Scotia Centre, 5102-50th Ave.

Yellowknife, NT X1A 3S8

Tel: (867) 873-7115 Fax: (867) 873-0563

Email: doug_doan@gov.nt.ca

Alex (Sandy) Buchan

Kitikmeot Inuit Association

P.O. Box 271

Kugluktuk, NU X0B 0E0 Tel: (867) 982-4471

Fax: (867) 982-3060

Email: sbuchan@polarnet.ca

Paul Partridge

Government of Nunavut

P.O. Box 1000, Stn. 1195

Iqaluit, NU X0A 0H0

Tel: (867) 975-5911

Fax: (867) 975-5990

Email: ppartridge@gov.nu.ca

Erik Madsen

Board Member, Diavik Diamond Mines Inc.

P.O. Box 2498

Yellowknife, NT X1A 2P8

Tel: (867) 669-6500, on-site 766-5408 Fax: (867) 669-9058 on-site 766-5401

Email: erik.madsen@diavik.com

Johnny Weyallon

Dogrib Treaty 11 Council

P.O. Box 412

Rae-Edzo, NT X0E 0Y0

Tel: (867) 392-6381, 392-6539

Fax: (867) 392-6389

Lawrence Goulet

Yellowknives Dene First Nation (Ndilo)

P.O. Box 2514

Yellowknife, NT X1A 2P8

Tel: (867) 873-8951, 873-4177

Fax: (867) 873-8545

Florence Catholique

Lutsel K'e Dene First Nation

P.O. Box 28

Lutsel K'e, NT X0E 1A0

Tel: (867) 370-3051, 370-3975,

Fax: (867) 370-3010

Alternate Board Members

Clem Paul

North Slave Metis Alliance

P.O. Box 340

Yellowknife, NT X1A 2N3

Tel: (867) 873-9176

Fax: (867) 669-7442

Email: clem@nsma.net

David Livingstone

Government of Canada

P.O. Box 1500

Yellowknife, NT X1A 2R3

Tel: (867) 669-2647

Fax: (867) 669-2707

Email: livingstoned@inac.gc.ca

Doug Crossley

Kitikmeot Inuit Association

P.O. Box 2376

Cambridge Bay, NU X0B 0C0

Tel: (867) 983-4017 or 983-4054

Fax: (867) 983-4024

Email: dcrossley@gov.nu.ca

Gord McDonald

Diavik Diamond Mines Inc. (DDMI)

P.O. Box 2498

Yellowknife, NT X1A 2P8

Tel: (867) 669-6500, (403) 261-6116

Fax: (867) 669-9058

Email: Gord.MacDonald@diavik.com

Ted Blondin

Dogrib Treaty 11 Council

P.O. Box 412

Rae-Edzo, NT X0E 0Y0

Tel: (867) 392-6381

Fax: (867) 392-6389

Fax: (86/) 392-6389

Email: tblondin@tlicho.com

Angus Martin

Yellowknives Dene First Nation (Dettah)

P.O. Box 2514

Yellowknife, NT X1A 2P8

Tel: (867) 669-6796

Fax: (867) 873-8545

Charlie Catholique

Lutsel K'e Dene First Nation

P.O. Box 28

Lutsel K'e, NT X0E 1A0

Tel: (867) 370-3051

Fax: (867) 370-3010

John Morrison

Government of Nunavut

P.O. Box 316

Kugluktuk, NU X0B 0E0

Tel: (867) 982-7245

Fax: (867) 982-3701

Email: jmorrison@gov.nu.ca

Environmental Monitoring Advisory Board

P.O. Box 2577, 2nd Floor, 5006 – Franklin Avenue, Yellowknife, NT X1A 2P9

Tel: 867 766-3682 Fax: 867 766-3693

Email: emab1@arcticdata.ca

