

# DE BEERS

GROUP OF COMPANIES

27 August, 2015

**BY E-MAIL**

Eva Paul  
Water Resources Officer  
Aboriginal Affairs and Northern Development Canada  
Nunavut Regional Office  
Building 969, PO Box 2200  
Iqaluit, NU X0A 0H0

**Re: July 16 2015 Report of Inspection for License 2BE-KIK0608**

Dear Ms. Paul,

We acknowledge receipt of the water license inspection report for the drilling site referenced in License 2BE-KIK0608. We are as concerned as you are about the fuel drums and other materials that have been left at the site and the apparent lack of compliance with the terms of the license.

Staff turnover, handover of responsibilities and confusion surrounding the transfer of the mining lease to Rhonda Corp. in 2008 & 2009 are somewhat to blame for the clean-up not happening but we are still looking into aspects of the events that caused this site to be left in this state.

If we find we are liable for the site we will send the confirmation of when the materials removal work will be undertaken by the stipulated date of Sept 30<sup>th</sup> 2015.

Yours truly,

Jonas Schuett  
ECOHS Coordinator  
De Beers Canada Inc. - Exploration  
Cell: (519) 781-7128

Cc: Chris Wallace, DBCI Business Support and Assurance Manager  
Chris Redhead, DBCI Safety, Health and Environment Coordinator