DE BEERS CANADA EXPLORATION INC.

#601 - 4920 52nd Street TEL.: (867) 766-7350 FAX: (867) 766-7351 Yellowknife, NT X1A 1R6

TRANSMITTED BY AIR COURIER

25 November 2004

Jack Kaniak Lands Manager Kitikmeot Inuit Association

Box 360 Kugluktuk, NT XOE OEO Spencer Dewar, Lands Administrator Specialist Lands Administration Indian and Northern Affairs Canada Box 100

Igaluit, NU X0A 0H0

RE: CD COPY: FINAL REPORT HAYES RIVER PROJECT 2004: LAND-USE LICENCE I #KTL104C032

Please find attached a CD containing the Hayes River Project final activity report for 2004; the project was comprised of reconnaissance sediment sampling on Crown land, as well as on surface Inuit-Owned Lands (IOLs) under Land Licence #KTL104C032.

The CD contains the Hayes report, as well as a copy of this letter and a property overview map. A wall-sized paper copy of the map has been included for the convenience of the Kitikmeot Inuit Association, Indian and Northern Affairs Canada (INAC) regional office in Kugluktuk, the Nunavut Water Board and the Gjoa Haven Hunters and Trappers Association.

I trust that you will receive this CD in good order, which is being sent by First Air air-velope, and that you will be able to open the documents. Please advise by FAX or e-mail upon receipt.

Thank you for your co-operation and for the opportunity to prospect in the Kitikmeot. Please contact me, if you have any questions or concerns.

Shirley Standafer-Pfister Lands and Government Relations Manager shirley.standaferpfister@ca.debeersgroup.com

attach.

cc: Phyllis Beaulieu, Licensing Manager - Nunavut Water Board Pat Larocque, Lands Inspector, Kitikmeot - INAC Gjoa Haven Hunters & Trappers Association