



NIRB File Number: 05EN060
NWB File Number: 2BE-KIM0609

April 16, 2009

Bonnie Weston
Technical Services
True North Gems
Suite 500 – 602 West Hastings Street
Vancouver, BC V6B 1P2

Via Email: bonnie@truenorthgems.com

RE: Acknowledgement of Receipt of Annual Report for Beluga Sapphire Project

Dear Bonnie Weston:

Thank you for submitting True North Gems 2008 Annual Report for the Beluga Sapphire Project to the Nunavut Impact Review Board (NIRB or Board) as recommended in the June 14, 2006 Screening Decision Report.

Term and Condition #5 of the Screening Decision Report recommended the following:

5. The Permittee shall file a report with the Board no later than March 31 of the year following the calendar year reported, which shall contain the following information:
 - a. A summary of activities undertaken for the year, including but not limited to, the amount of drilling and assay sampling;
 - b. A work plan for the following year;
 - c. The results of environmental studies undertaken and plans for future studies;
 - d. Wildlife encounters and actions/mitigation taken and any results from a Wildlife Monitoring/Reporting Plan;
 - e. A summary of local hires and initiatives;
 - f. A summary of community consultations undertaken and the results;
 - g. A summary of site-visits by inspectors with results and follow-up actions;
 - h. A summary of site-visits with community members;
 - i. Site photos;
 - m. Progressive reclamation work undertaken; and
 - n. A summary of how it has complied with all project Terms and Conditions.

Upon review of your submission we have concluded that the Annual Report contains the above specified information and there are no deficiencies to note.

Thank you for including the above information for the Board. If you have any questions or concerns, please feel free to contact me at (867) 983-4610 or at info@nirb.ca.

Sincerely,

A handwritten signature in black ink, appearing to read 'Tara Arko', with a stylized, flowing script.

Tara Arko
Assistant Technical Advisor
Nunavut Impact Review Board