

P.O. Box 119 GJOA HAVEN, NU XOB 1JO TEL: (867) 360-6338 FAX: (867) 360-6369 ຼຼລວຽດ ΔL ← ሊትና ቴ∩ Lትዣ NUNAVUT IMALIRIYIN KATIMAYINGI NUNAVUT WATER BOARD OFFICE DES EAUX DU NUNAVUT

File No: 2007N-2BE-MSX New

May 9, 2007

Mr. Gary Vivian, Project Manager Silvermet Inc. 8 King Street East, Suite 1700 Toronto, ON M5C 1B5

Email: gary@aurorageosciences.com

Subject: Silvermet Inc. – Muskox Project - New – Type "B"

Dear Mr. Vivian:

The Nunavut Water Board ("NWB") acknowledges receipt of your new application for a Type "B" water license on April 17, 2007, for water use and waste disposal associated with exploratory drilling& camp operations for the Muskox Project, in the Kitikmeot region of Nunavut. The application can be obtained from our ftp site at the following link: http://nunavutwaterboard.org/ftp/ or by contacting our office. The application includes the following documents:

- cover letter dated July 31, 2006, received April 17, 2007
- water license application form, received April 17, 2007
- supplementary questionnaire, received April 17, 2007
- project summary in Inuktitut & English, received April 17, 2007
- application fee, water use fee, received April 17, 2007
- location maps received April 17, 2007
- Spill Contingency Plan, received April 17, 2007
- MSDS Sheets, received April 17, 2007

We undertook a preliminary review of your application and conclude that it meets the requirements of section 48(1) of the *Nunavut Waters and Nunavut Surface Rights Tribunal Act* ("Act"). This said, I must inform you that the NWB reserves the right to request additional information and studies pursuant to sections 48(2) of the Act or, alternatively, issue guidelines for the provision of information pursuant to section 48(3) of the Act.

A NWB Technical Advisor may be in touch with you to clarify any technical details related to your application.

This application is within an area where there is no land use plan approved in accordance with Part 5 of Article 11 of the NLCA, and is therefore not subject to the requirements of Section 38 (1) to 38 (5) of the Act.

Finally, by copy of this letter to the distribution list and the enclosed notice of application sent to the council of the municipality or municipalities most affected by your application, we invite interested persons to make representation directly to the NWB *within 30 days from the date of this letter*. Take note that included in the application is a Spill Response Plan which requires review and comment. The NWB may provide additional procedural instructions once the application has been reviewed by interested parties.

Sincerely,

Original signed by:

Phyllis Beaulieu Manager of Licensing

/pab

Enclosure: Notice of Application

Cc: Distribution List - Kitikmeot