

3a. Project Summary

De Beers Canada is continuing to explore for diamonds on its Baker Lake permits in 2006. The proposed work program will begin August 1 and will last until September 30. De Beers will be using Inuit people from Baker Lake as sample assistants, geophysical assistants, prospectors and expeditors.

Airborne geophysics is planned to take place in August. This will involve a fixed wing aircraft carrying a sensor approximately 30 m off the ground. This should be completed by the end of August.

Ground geophysics (Mag and gravity) will be conducted by an in-house De Beers geophysical crew. This should take approximately two weeks.

Drilling is planned for September. This will test some targets from the geophysics that will be done in August.

Geological sampling, mapping and prospecting will be undertaken and will involve one or two crews supported by one helicopter. The crews will comprise 2 geologists and two Inuit assistants. The teams will move from site to site by helicopter in order to sample, prospect and carry out geological mapping. The helicopters will refuel from Baker Lake or outlying fuel caches, and all empty fuel drums and samples will be removed from the area by aircraft.

The work program will be adjusted as required to minimize the disturbance to wildlife or to avoid cultural areas considered sensitive by the local communities. When the program is over fuel caches and empty drums will be removed.

A project summary has been translated into Inuktitut and has been attached to the appendices.