

June 17, 2010

Richard Dwyer Licensing Administrator Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0 Via Email: licensingadmin@nunavutwaterboard.org

Re: Response to Notification of Deficiencies – New Application 2BE-CGR

Dear Mr. Dwyer,

Further to your correspondence of June 16, 2010 following please find the information that you have requested in order for the processing of the above referenced water use application to resume:

- \$30.00 administration fee and \$30.00 water use fee both fees were paid over the phone via credit card during a conversation with Phyllis Beaulieu on June 8, 2010.
- NIRB Screening Decision an email dated June 17, 2010 from NIRB stating that this project is exempt from screening under Section 12-1(2) of the NLCA appears as an attachment to this correspondence.
- NPC Conformity Decision further to our communication of earlier today an email has been sent
  to Brian Aglukark of The Nunavut Planning Commission officially requesting that an NPC conformity
  determination be performed for the project associated with this application. A copy has been
  attached for your reference.
- Clarification as to whether the camp location is on Crown or Inuit Owned Land the 5.7 km stretch of shoreline that has been identified as the area from which a camp location will be chosen is on Crown Land. While the proponent does have landholdings in the vicinity that are located on Inuit Owned Land parcels there is no plan at the present time to access them from the fly camp associated with this application. Should this situation change the requisite land use approvals will be sought from the appropriate Regional Inuit Association before accessing any Inuit Owned Land.

If you have any questions regarding this submission or require any further information regarding this application please contact the undersigned at your convenience.

Yours truly,

STORNOWAY DIAMOND CORPORATION

Nicole Westcott Land Administrator

Attachments: Email dated June 17, 2010 from Tara Arkor, Assistant Technical Advisor, NIRB to Richard Dwyer, NWB
Email dated June 17, 2010 from Stornoway Diamond Corporation to Brian Aglugark, Director, Regional Planning, NPC