Closure Summary

Nunavut Water Board Type "B" Water License: 2BE-CGR1012

Licensee: Stornoway Diamond Corporation

Unit 116-980 West 1st Street

North Vancouver, BC

V7P 3N4

Phone: 604-983-7750 Fax: 604-987-7107

Date of Issuance: September 28, 2010 Expiry Date: September 30, 2012

Stornoway Diamond Corporation ("Stornoway") is requesting the official closure of Nunavut Water Board License 2BE-CGR1012.

This license authorizes water use (not to exceed 5 cubic meters a day) and waste disposal in association with a temporary camp that was planned to support two to four persons for a maximum two week time period while they conducted low impact, grass roots level exploration activities on Stornoway Diamond Corporation's property interests in the Coronation Gulf Region of Nunavut.

As the fly camp described in the application was never utilized and no water use or waste disposal was conducted under the authority of this license during the two year term there are no reclamation activities to report.