Environmental Assessment North Environmental Protection Operations (EPO) Qimugjuk Building 969 PO Box 1870 Iqaluit, NU X0A 0H0

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7 September 2012

Phyllis Beaulieu Manager of Licensing Nunavut Water Board PO Box 119 Gjoa Haven, NU X0B 1J0

Via email: <u>licensing@nunavutwaterboard.org</u>

RE: 120813 2BE-CGR1012 Cancellation – Stornoway Diamond Corp. – Kitikmeot Region

EC File: 4703 001 118

NWB File: 2BE-CGR1012

Stornoway Diamond Corp. has submitted to the NWB an application for the cancellation of water license 2BE-CGR1012 for the Coronation Gulf Region Project. Environment Canada (EC) has reviewed the above-mentioned request for cancellation as submitted to the Nunavut Water Board. At this time, EC has no objections to the cancellation of the license so long as the proponent has met all abandonment and restoration obligations as laid out in Part I of the water license and the site meets Aboriginal Affairs and Northern Development Canada inspection approval.

If there are any changes in the project EC should be notified as further review may be necessary. Please do not hesitate to contact the undersigned with any questions or comments with regards to the foregoing at (867) 975-4631 or by email at Paula.C.Smith@ec.gc.ca

Regards,

Paula C. Smith

Environmental Assessment Coordinator

cc: Carey Ogilvie (Head, Environmental Assessment-North, EPO, Yellowknife, NT)