



Indian and Northern
Affairs Canada

Affaires indiennes
et du Nord Canada

Water Resources Division
Nunavut Regional Office
P.O. Box 100
Iqaluit, NU X0A 0H0

CIDMS #: 324339

April 7, 2009

Phyllis Beaulieu
Manager of Licensing
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU X0A 1J0

Re: 2BE-PER0610 – Water License Cancellation – Peregrine Project – Diamondex Resources Ltd.

Please be advised that Indian and Northern Affairs Canada (INAC) has completed a review of a application to cancel a current Type "B" Water License #2BE-PER0610 for Diamondex Resources Ltd Peregrine Project.

All associated documents related to this license posted on your ftp site under 2BE-PER0610 were included in my review (see attached Technical Review Memo).

Following an email sent to the NWB by INAC's Water Inspector (Melissa Joy) dated March 9, 2009, INAC recommends that the NWB do not cancel the current water licence # 2BE-PER0610 until an INAC inspector has done a closure inspection (an inspection shall be scheduled during the summer of 2009).

There should be no open burning of plastics, wood treated with preservatives, electrical wire, Styrofoam, asbestos or painted wood to prevent the deposition into any surrounding waters of waste materials from incomplete combustion and/or leachate from contaminated ash residues. This type of material must also be backhauled from the site and disposed of at an approved waste disposal site during any restoration activity.

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4738 or by email at Andrea.Cull@ainc-ianc.gc.ca

Yours truly,

Original Signed By

Andrea Cull
Water Management Specialist

Cc: Kevin Buck- Water Resources Manager, INAC

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