

September 29, 2003

Greg Missal, B.Sc.
Vice President, Nunavut Affairs
Tahera Corporation
Suite 803, 121 Richmond Street West
Toronto, Ontario
M5H 2K1

Dear Sir:

RE: JERICO RECLAMATION COST ESTIMATE - CROWN VS. INUIT OWNED LAND, ALLOCATION

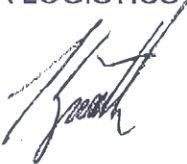
Further to my letter of September 26 regarding the above, I offer the attachment as clarification to my reclamation cost estimate allocated between Crown Land and Inuit Owned Land (IOL):

Crown Lands	\$ 5,945,174
Inuit Owned Lands (IOL)	<u>1,250,433</u>
	<u>\$ 7,195,607</u>

Please call me at (604) 682-4667 if you require further information.

Yours truly,

NUNA LOGISTICS LIMITED



Court Smith, P.Eng.
Vice President
CS/jm

Jericho Diamond Project Reclamation Cost Estimate
Allocation between Crown Land and Inuit Owned Land (IOL)
Based on Tahera Corporation
Revised Feasibility Study June 2003 - Reclamation Cost Estimate

Waste Dumps Mt Calculation

Reference Proposed Land Lease Sketches for Crown Land and Inuit Owned Land

Location	Total Mt	Crown Approximate		IOL Approximate	
		Mt %	Mt	Mt %	Mt
Dump 1	6.9	60%	4.1	40%	2.8
Dump 2	6.0	15%	0.9	85%	5.1
Overburden	1.6	0%	0.0	100%	1.6
Total	14.5	34%	5.0	66%	9.5

Waste Dumps Reclamation Cost Estimate

Total Cost Estimate - Reclaim Waste Dumps \$ 657,280

Reclaim Crown Waste Dumps	34% x \$ 657,280 =	\$ 223,500
Reclaim IOL Waste Dumps	66% x \$ 657,280 =	\$ 433,780

Remaining Areas

Location	Total m ²	Crown Approximate		IOL Approximate	
		m ² %	m ²	m ² %	m ²
Tailings	60,000	100%	60,000	0%	0
Roads	150,000	50%	75,000	50%	75,000
Pads	25,000	100%	25,000	0%	0
Coarse Tails	75,000	66%	50,000	34%	25,000
Low Grade	70,000	86%	60,000	18%	10,000
Total	380,000	71%	270,000	29%	110,000

Remaining Areas Reclamation Cost Estimate

Total Cost Estimate - Remaining Areas \$ 863,419

Reclaim Crown Remaining Areas	71% x \$ 863,419 =	\$ 613,027
Reclaim IOL Remaining Areas	29% x \$ 863,419 =	\$ 250,392

100% Crown Areas

Location	Estimated Cost Total	Crown Approximate		IOL Approximate	
		\$ %	\$	\$ %	\$
Tailings Dam Liner Cover	\$ 150,000	100%	\$ 150,000	0%	0
Facilities	\$ 2,269,698	100%	\$ 2,269,698	0%	0
Total	\$ 2,419,698	100%	\$ 2,419,698	0%	\$ 0

Shared Items % Basis

Location	Estimated Cost Total	Crown Approximate		IOL Approximate	
		\$ %	\$	\$ %	\$
Mobilization/ Demobilization	\$ 285,000				
Overhead	\$ 697,264				
Support Equipment	\$ 150,000				
Support Facilities	\$ 540,000				
Transport	\$ 928,800				
Total	\$ 2,601,064	82.6%	\$ 2,148,479	17.4%	\$ 452,585

Cumulative Total Estimated Reclamation Cost

Location	Estimated Cost Total	Crown Approximate		IOL Approximate	
		\$ %	\$	\$ %	\$
Waste Dumps	\$ 657,280	34%	\$ 223,500	66%	\$ 433,780
Remaining Areas	\$ 863,419	71%	\$ 613,027	29%	\$ 250,392
100% Crown Items	\$ 2,419,698	100%	\$ 2,419,698	0%	\$ 0
Shared Items	\$ 2,601,064	83%	\$ 2,148,479	17%	\$ 452,585
Sub-Total	\$ 6,541,461		\$ 5,404,704		\$ 1,136,757
Plus 10%	\$ 654,146		\$ 540,470		\$ 113,676
Cumulative Total	\$ 7,195,607		\$ 5,945,174		\$ 1,250,433