



Indian and Northern
Affairs Canada

Affaires indiennes
et du Nord Canada

INAC Field Operations
P.O. Box 100, Building 918
Iqaluit, NU X0A 0H0

File: 2AM-JER0411
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July 4, 2011

Pamela Strand
Shear Diamonds Ltd.
Suite 220, 6 Adelaide Street East
Toronto, ON
Tel: 416-479-8728 ext 226
Direct Cell: 780-903-082

Re: June 2011 Inspection of the Jericho Diamond Mine Property

Dear Ms. Strand

Please find enclosed the June 2011 Letter of Inspection for the Jericho Diamond Mine Property, which notes the status of the site (as of the date of inspection), areas of concern and incidences of non-compliance.

If you have any questions please do not hesitate to contact our office.

Sincerely,

Ian Rumbolt
Water Resource Office
Indian & Northern Affairs Canada, Nunavut Regional Office
Ph: (867) 975-4548
Facsimile: (867) 979-6445

Cc:

Kevin Robertson – A/Manager of Field Operations, Indian & Northern Affairs Canada
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