

P.O. Box 119 GJOA HAVEN, NU X0B 1J0 TEL: (867) 360-6338 Fax: (867) 360-6369 ລ**ວ**° ΔL~ሊት' ቴ∩**L**ት℃ NUNAVUT IMALIRIYIN KATIMAYINGI NUNAVUT WATER BOARD OFFICE DES EAUX DU NUNAVUT

July 10, 2012 File No: 2AM-JER1119/TR/B3

Julie Lassonde
Executive Chairman and CEO
Shear Diamonds (Nunavut) Corp.
Suite 220, 17010 – 103 Avenue
Edmonton, AB T5S 1K7

E-mail: jlassonde@sheardiamonds.com

Subject: Submission of 2012 Quarterly Report – 2AM-JER1119

Dear Ms. Lassonde:

The Nunavut Water Board ("NWB") acknowledges receipt, on June 30, 2012, of the 2012 Quarterly Report for the Quarter ending May 31, 2012 from Shear Diamonds (Nunavut) Corp., as a requirement of Part B, Item 3 of the current licence.

The submission has been placed on the NWB public registry and is available from the NWB ftp site username: public, password: registry. This report is forwarded to the distribution list for information only. Anyone wishing to provide comments may do so by return e-mail to licensing@nunavutwaterboard.org

Sincerely,

Original signed by:

Phyllis Beaulieu Manager or Licensing

cc. Kitikmeot Distribution List