

NIRB File No.: 08EN061 INAC File No.: N2008C0031 KIA No.: KTL306C001

May 31, 2010

Honourable Chuck Strahl Minister of Indian and Northern Affairs Canada c/o Spencer Dewar, Manager Land Administration Indian and Northern Affairs Canada Iqaluit, NU

Via email: Spencer.Dewar@inac-ainc.gc.ca

Re: Application exempt from NIRB Screening pursuant to Section 12.4.3 of the NLCA:
Land Use Permit extension request with INAC for North Arrow Minerals Inc.'s
"Anialik River" project

Dear Mr. Dewar:

On May 24, 2010 the Nunavut Impact Review Board (NIRB) received an application from Indian and Northern Affairs Canada (INAC) for a one-year extension to INAC Land Use Permit N2008C0031, in support of North Arrow Minerals Inc.'s "Anialik River" project.

Please be advised that the original "Anialik River" project proposal was received by the NIRB from INAC on May 27, 2008 and screened in accordance with Part 4, Article 12 of the Nunavut Land Claims Agreement (NLCA). On July 2, 2008 the NIRB issued a 12.4.4(a) screening decision to the Minister of INAC allowing the proposed project to proceed subject to project-specific recommended terms and conditions in the enclosed Screening Decision Report.

The current INAC application and original screening file (NIRB File No.: 08EN061) are available from the NIRB's ftp site at the following link:

http://ftp.nirb.ca/SCREENINGS/COMPLETED%20SCREENINGS/ARCHIVE/2008_SCREENINGS/08EN061-North%20Arrow%20Minerals

Please note that Section 12.4.3 of the NLCA states that:

"Any application for a component or activity of a project proposal that has been permitted to proceed in accordance with these provisions shall be exempt from the requirement for screening by NIRB unless:

- (a) such component or activity was not part of the original project proposal; or
- (b) its inclusion would significantly modify the project."

After completing a review of the information provided, the NIRB is of the understanding that the application received from INAC does not change the scope of the original project activities, and the exceptions noted in NLCA 12.4.3(a) and (b) do not apply. Therefore, this application is exempt from screening as per Section 12.4.3 of the NLCA and the activities therein remain subject to the terms and conditions recommended in the original July 2, 2008 Screening Decision Report (enclosed).

If you have any questions or concerns, feel free to contact Li Wan, Technical Advisor, at (867) 983-4606 or lwan@nirb.ca.

Best regards,

Stephanie Autut Executive Director

Cc: Gordon Clarke, North Arrow Minerals Inc. (gord@northarrowminerals.com)

John Craig, INAC (John.Craig@inac-ainc.gc.ca)

Phyllis Beaulieu, NWB (licensing@nunavutwaterboard.org)

Stanley Anablak, KIA (sanablak@qiniq.com and geoff@qiniq.com)

Enclosed: NIRB Screening Decision Report, File No. 08EN061 (July 2, 2008)