

March 10, 2015

Phyllis Beaulieu
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU
X0B 1J0

RE: Submission of Annual Reports to Satisfy Final Administrative Requirements for the Closure of NWB License 2BE-ASH6011

Dear Ms. Beaulieu,

Attached please find Annual Report Forms detailing water use and/or waste disposal conducted under the authority of the above referenced water license for 2008, 2009, and 2010. The water use fees associated with these years were paid up to date by the licensee, Vaaldium Resources Ltd., and their receipt acknowledged in correspondence from the Nunavut Water Board dated November 19, 2013.

On September 10, 2014 a report was submitted to Eva Paul, Water Resources Officer, documenting final reclamation work undertaken by Stornoway Diamond Corporation in response to a letter and inspection report received from Ms. Paul on November 20, 2013. On September 11, 2014 Ms. Paul acknowledged receipt of Stornoway's reclamation documentation and stated that she was satisfied that the work completed met the final abandonment and reclamation requirements for the license, and that based on the documentation provided she was waiving the requirement for a follow up inspection.

As the final abandonment and reclamation requirements have been met, the water use fees, the cancellation fees, and the administration fees have all been paid, and, with the submission of the attached Annual Report Forms the administration requirements associated with the closure of this licence have all been met, we respectfully request the closure of Nunavut Water Board license 2BE-ASH0611.

If you have any questions regarding this submission please contact the undersigned by telephone at 604-983-7750 or by email at RHopkins@stornowaydiamonds.com.

Yours truly,
STORNOWAY DIAMOND CORPORATION
Per:



Robin Hopkins, P.Geol. NU/NWT
Vice President, Exploration

CC: *Eva Paul, Water Resources Officer, AANDC*
Frances Kwong, Vaaldium Resources Ltd.