



Nunavut Water Board
c/o Manager of Licensing
P.O. Box 119
Gjoa Haven, NU
X0B 1J0

March 28, 2012

**RE: Canadian Orebodies Inc. 2011 Annual Report
NWB License No. 2BE-BEL1114**

Dear Phyllis Beaulieu,

Please find enclosed our 2011 Annual Report on water usage for the Belcher Islands Diamond Drilling Project. We regret to report that upon close inspection of our daily water use records, we exceeded our water use licence. In order to rectify the situation, we immediately filed an amendment to our existing licence to bring us in line with actual water usage. We will not be commencing any further exploration activities on the Belcher Islands until we receive approval for the appropriate level of water usage. If you have any questions please don't hesitate to call me at 416-644-1747 ext. 1.

Regards,

A handwritten signature in blue ink, appearing to read 'Gordon McKinnon', is positioned above the printed name.

Gordon McKinnon
President & CEO

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Toronto, ON
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F: 416-628-5911