

P.O. Box 119 GJOA HAVEN, NU XOB 1JO TEL: (867) 360-6338 FAX: (867) 360-6369 ຼຼລວ>ና ΔL ← ሊትና ቴ∩ Lትዣ NUNAVUT IMALIRIYIN KATIMAYINGI NUNAVUT WATER BOARD OFFICE DES EAUX DU NUNAVUT

File No: 2BE-BLU0809

August 21, 2008

Ms. Sherry Kudlacek
Executive Assistant
Skybridge Development Corporation
401-1113 Jade Court
Thunder Bay, ON P7B 6M7

Email: skudlacek@skybridgedevelopment.com

<u>Subject:</u> <u>Blue Caribou Project – Amendment – Type "B"</u>

Dear Ms. Kudlacek:

The Nunavut Water Board ("NWB") acknowledges receipt, on July 31, 2008, of an amendment application for a Type "B" water license for water use and waste disposal associated with activities in the Kitikmeot region of Nunavut, specifically to add a remote camp to the project and change the name on the licence to Skybridge Development Corporation (Parent Company) as opposed to the subsidiary company of Alyris Gold Corp. The application consists of the following documents:

- Cover letter dated July 25, 2008
- Letter dated July 29, 2008 requesting change of name on Licence
- Water Licence Application Form
- Exploration/Remote Camp Supplementary Questionnaire, received August 14, 2008
- Project Summary, English and Inuktitut
- Area maps
- Abandonment and Restoration Plan, received August 14, 2008
- Spill Contingency Plan, received on August 20, 2008
- MSDS Sheets

The application can be obtained from our ftp site, User name: public, Password: registry at the following link: ftp://nunavutwaterboard.org/ or by contacting our office. Please refer to the files in the new ftp location folder entitled PRUC and follow the path in 2 – MINING AND MILLING to 2BE-BLU0809.

The NWB undertook a preliminary review of your application and concluded that it meets the requirements of section 48(1) of the *Nunavut Waters and Nunavut Surface Rights Tribunal Act* ("Act"). However, the NWB retains the right to request additional information and studies pursuant to sections 48(2) of the Act or to issue guidelines for the provision of information pursuant to section

48(3) of the Act. A NWB Technical Advisor may be in touch with you to clarify any technical details related to your application.

In accordance with S.11.5.10 of the *Agreement Between the Inuit of the Nunavut Settlement Area* and *Her Majesty the Queen in Right of Canada* ("NLCA"), prior to the application being fully processed by the NWB the project proposal shall be reviewed by the Nunavut Planning Commission ("NPC"), to determine whether the project proposal is in conformity with an approved land use plan. By copy of this letter, the NWB requests the NPC provide its determination and recommendations to the NWB pursuant to Sections 13.4.2 through 13.4.5 of the NLCA, or written confirmation that the project proposal falls outside the boundaries of an approved land use plan. Also, by copy of this letter to the Nunavut Impact Review Board ("NIRB"), the NWB requests that if the project proposal requires screening, the NIRB provide the NWB with a determination pursuant to Section 13.5.1 of the NLCA. If the project proposal falls outside a proposed land use plan and is exempt from screening pursuant to Schedule 12-1 of the NLCA, the NWB requests written confirmation from the NIRB that the project proposal is exempt from screening.

To ensure this application is dealt with in a timely fashion, the NWB forwards notice of all documentation to regulators and council of the municipality(ies) most affected by the project, inviting interested parties to make representation directly to the NWB within 30 days from the date of this letter. The NWB may provide additional procedural instructions once the application has been reviewed by interested parties.

Subject to Sections 12.10.2 and 13.5.5 of the NLCA, where a review is required pursuant to Article 12, the NWB shall not approve any water application that forms part of that review until Article 12 has been complied with.

Sincerely,

Original signed by:

Phyllis Beaulieu Manager of Licensing

Enclosure: Notice of Application

Cc: NPC Conformity
Leslie Payette - NIRB

Distribution List - Kitikmeot