

10 April 2007

VIA E-MAIL licensing@nunavutwaterboard.org
ORIGINAL TO BE MAILED

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

Attention: Phyllis Beaulieu

Dear Phyllis:

RE: ASSIGNMENT OF WATER LICENCE 2BD-BRO0607

Further to my earlier submitted documentation and cheque for the required transfer fees for the assignment of Nunavut Water Licence 2BD-BRO0607 from Kennecott to Diamondex enclosed is the requested Water Licence Application Form for this transfer.

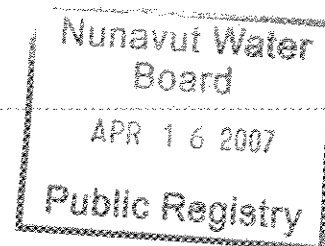
Should you have any questions please contact the undersigned.

Thank you.

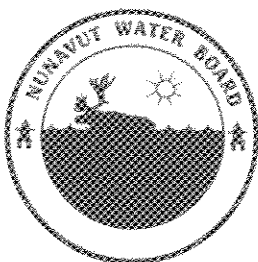
Sincerely,
DIAMONDEX RESOURCES LTD.



Janet M. Stritychuk
Land Manager
S07-046



2BE-BRO0607



Effective June 16, 2006

P.O. Box 119
GJDA HAVEN, NU XOB 1J0
TEL: (867) 360-6338
FAX: (867) 360-6369

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NUNAVUT IMALIRIYIN KATIMAYINGI
NUNAVUT WATER BOARD
OFFICE DES EAUX DU NUNAVUT

WATER LICENCE APPLICATION FORM

Application for: (check one)

☐ New ☐ Renewal ☐ Amendment ☒ Assignment ☐ Cancellation

LICENCE NO:
(for NWB use only)

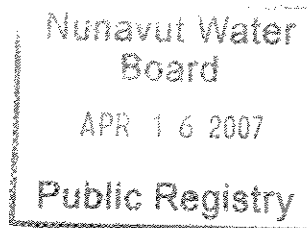
1. NAME AND MAILING ADDRESS OF APPLICANT/LICENSEE

DIAMONDEX RESOURCES LTD.
P.O. Box 11584
1410 – 650 West Georgia Street
Vancouver, BC V6B 4N8

Phone: (604) 687-6644
Fax: (604) 687-1448
e-mail: jstritychuk@diamondex.net

2. ADDRESS OF CORPORATE OFFICE IN CANADA (if applicable)

Phone: _____
Fax: _____
e-mail: _____



3. LOCATION OF UNDERTAKING (describe and attach a topographical map, indicating the main components of the Undertaking)

Latitude: (73°20'0" N) Longitude: (89°00'0" W)
NTS Map Sheet No. 48C/04, 05; 58D/01, 08 Scale: 1:50,000

4. DESCRIPTION OF UNDERTAKING (attach plans and drawings)

Continued diamond exploration on the Brodeur Peninsula. See attached maps.

5. TYPE OF PRIMARY UNDERTAKING (A supplementary questionnaire must be submitted with the application for undertakings listed in "**bold**")

- | | |
|---|---|
| <input type="checkbox"/> Industrial | <input type="checkbox"/> Agricultural |
| <input checked="" type="checkbox"/> Mining and Milling (includes exploration/drilling) | <input type="checkbox"/> Conservation |
| <input type="checkbox"/> Municipal (includes camps/lodges) | <input type="checkbox"/> Recreational |
| <input type="checkbox"/> Power | <input type="checkbox"/> Miscellaneous (describe below): |

See Schedule II of *Northwest Territories Waters Regulations* for Description of Undertakings

6. WATER USE

- ☒ To obtain water
 ☐ Flood control
☐ To cross a watercourse
 ☐ To divert a watercourse
☐ To modify the bed or bank of a watercourse
 ☐ To alter the flow of , or store, water
☐ Other (describe):

7. QUANTITY OF WATER INVOLVED (cubic metres per day including both quantity to be used and quality to be returned to source)

Water use ☒ 100m³/day or less
☐ Greater than 100m³/day; if greater, indicate quantities to be used for each purpose (camp, drilling, etc.)

Water returned to source
 0 m³/day

8. WASTE (for each type of waste describe: composition, quantity (cubic metres per day), methods of treatment and disposal, etc.)

- ☒ Sewage
 ☐ Waste oil
☒ Solid Waste
 ☒ Greywater
☐ Hazardous
 ☒ Sludges
☐ Bulky Items/Scrap Metal
 ☐ Other describe):

9. OTHER PERSONS OR PROPERTIES AFFECTED BY THIS UNDERTAKING (give name, mailing address and location; attach if necessary)**Land Use Permit**

DIAND ☒ Yes ☐ No If no, date expected _____
 Regional Inuit Association ☐ Yes ☒ No If no, date expected _____
 Commissioner ☐ Yes ☒ No If no, date expected _____

10. PREDICTED ENVIRONMENTAL IMPACTS OF UNDERTAKING AND PROPOSED MITIGATION MEASURES (direct, indirect, cumulative impacts, etc.)

NIRB Screening ☒ Yes ☐ No If no, date expected _____

11. INUIT WATER RIGHTS


Will the project or activity substantially affect the quality, quantity, or flow of water flowing through Inuit Owned Lands and the rights of Inuit under Article 20 of the Nunavut Land Claims Agreement?

No, this project will not affect any waters.

If yes, has the applicant entered into an agreement with the Designated Inuit organization to pay compensation for any loss or damage that may be caused by the alteration. If no compensation agreement has been made, how will compensation be determined?

12. CONTRACTORS AND SUB-CONTRACTORS (name, address and functions) Great Slave Helicopters, Yellowknife NT Drilling company - to be determined
13. STUDIES UNDERTAKEN TO DATE (list and attach copies of studies, reports, research, etc.) Diamondex Resources is working closely with the CWS to coordinate exploration activities with a study on the Ivory Gull.
14. THE FOLLOWING DOCUMENTS <u>MUST</u> BE INCLUDED WITH THE APPLICATION FOR THE REGULATORY PROCESS TO BEGIN Supplementary Questionnaire (where applicable: see section 5) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If no, date expected _____ Inuktitut and/or Inuinnaqtun/English Summary of Project <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If no, date expected _____ Application fee of \$30.00 (Payee Receiver General for Canada) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If no, date expected _____ Water Use fee of \$30.00 (unless otherwise indicated in Section 9 of the <i>NWT Waters Regulations</i> ; Payee Receiver General for Canada) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If no, date expected _____
15. PROPOSED TIME SCHEDULE (unless otherwise indicated, the NWB will consider the application for a five (5) year term) <div style="text-align: center;"> <input type="checkbox"/> one year or less (or) <input checked="" type="checkbox"/> Multi Year </div> <div style="text-align: center;"> Start Date: <u>June 1, 2007</u> Completion Date: <u>September 30, 2012</u> </div>

Janet M. Stritychuk

Land Manager
(Diamondex)


April 10, 2007

Susan Ball

Project Geologist: Land
Community & Business
(Kennecott)


10 April 07

Name (Print)

Title (Print)

Signature

Date

For Nunavut Water Board office use only

APPLICATION FEE Amount: \$ _____ Pay ID No.: _____

WATER USE DEPOSIT Amount: \$ _____ Pay ID No.: _____