

February 25, 2011

Shear Diamonds (Nunavut) Corp. c/o Allison Rippin Armstrong Director of Environment and Permitting Suite 220, 17010-103rd Ave Edmonton, AB T5S 1K7

Via email: info@shearminerals.com, ar_enviro@yahoo.ca

Re: Application Pending Authorization for "Carat Property Exploration" Project Proposal

Dear Allison Rippin Armstrong:

The Nunavut Impact Review Board (NIRB or Board) received Shear Diamonds (Nunavut) Corp.'s (Shear) "Carat Property Exploration" Project Proposal on February 18th, 2011. The Project Proposal submission included the following documents:

- NIRB Part 1 Summary Application Form in English
- NIRB Part 2 Project Specific Information Request
- Maps
- Non-Technical Project Proposal Summary in English
- Nunavut Water Board Type B Water Licence Application
- Indian and Northern Affairs Canada Type A Land Use Application
- Kitikmeot Inuit Association Class III Land Use Permit Application
- Workplan and Activity Summary
- Spill Prevention and Response Plan
- Abandonment and Restoration Plan
- Environment and Wildlife Management Plan

Once a request from an Authorizing Agency is made, the NIRB will carry out screening of the Project Proposal in accordance with Article 12, Part 4 of the Nunavut Land Claims Agreement.

If you have any questions or concerns, feel free to contact me directly at (867) 793-4633 or via email at sgranchinho@nirb.ca.

Sincerely,

Sophia Granchinho Technical Advisor

Nunavut Impact Review Board

cc: Brian Aglukark, Nunavut Planning Commission

Stanley Anablak, Kitikmeot Inuit Association Phyllis Beaulieu, Nunavut Water Board

Jeff Mercer, Indian and Northern Affairs Canada