

August 12, 2010

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

**Re: NWB License No. 2BE-CGP1012 – Conditions to Spill Contingency Plan**

Dear Ms. Beaulieu,

This correspondence is being submitted in response to Part H: Section 2 a) and b) of the Terms and Conditions attached to the above referenced license issued by the Nunavut Water Board on July 26, 2010.

Enclosed please find a revised copy of the Spill Contingency Plan for the Coronation Gulf Project ("the Plan") which reflects the change in contact information for the representative from Environment Canada as directed in Part H: Section 2 b), however at this time it is not possible to produce a figure which would accurately depict the location of the equipment, sumps and fuel storage areas as requested in Part H: Section 2 a).

The Eureka camp is currently in a winterized/storage state and has not been in active use for several seasons. The exact placement of the sumps, spill kits, fuel caches, and storage areas are determinant upon factors that will have to be assessed once personnel are mobilized to the area and based on this we would like to request that item 2 a) be revised to allow for the camp schematic to be submitted within fourteen (14) days following the mobilization of the Eureka camp. This will allow sufficient time for the camp to be set up, the location information for the details requested to be transmitted back to the lands department and a schematic of the camp area to be created and submitted to the Nunavut Water Board.

In acknowledgement of this requirement a page has been inserted in Appendix II, Maps and Figures, of the revised Plan which states that a camp schematic will be added to this section upon mobilization of the Eureka camp.

If you have any questions regarding this submission please contact the undersigned at your convenience.

Yours truly,  
**STORNOWAY DIAMOND CORPORATION**  
Per:



Nicole Westcott  
Land Administrator

Enclosures: *Spill Contingency Plan, The Coronation Gulf Project, Revised August 9, 2010*