

NOTICE OF INDICATION
NIRB FILE NO.: 07EN023

March 29, 2007

NIRB File No.: 07EN023
INAC File No.: N2003C009
KIA File No.: KVL302C265

Luis Manzo
Director of Lands
Kivalliq Inuit Association
Rankin Inlet, NU

Jeff Holwell
Land Specialist
Indian and Northern Affairs Canada
Iqaluit, NU

Via email: lmanzo@kivalliqinuit.ca

and

Via email: HolwellJ@inac-ainc.gc.ca

Re: Notice of Indication for Shear Mineral Ltd.'s, Churchill Diamond Project Proposal

Enclosed is the Nunavut Impact Review Board (NIRB) Screening Decision Report to the Minister of Indian and Northern Affairs Canada (INAC), and President of Kivalliq Inuit Association (KIA) for Shear Mineral Ltd., Churchill Diamond Project Proposal in the Kivalliq Region.

NIRB has assessed this Project Proposal for ecosystemic and socio-economic impacts taking into consideration the comments from relevant authorities and communities. Based on this assessment NIRB's indication to the Minister is in accordance with **12.4.4 (a)** which states the following:

“The proposal may be processed without a review under Part 5 or 6; NIRB may recommend specific terms and conditions to be attached to any approval, reflecting the primary objectives set out in Section 12.2.5.”

The enclosed NIRB Screening Decision for NIRB File Number 07EN023, signed on March 29, 2007 by Lucassie Arragutainaq at Sanikiluaq has been issued to the Minister of INAC, and President of KIA, and is subject the terms and conditions contained herein being imposed upon the Proponent.

NIRB is aware of the Minister of INAC's, and President of KIA's authority to regulate the terms and conditions attached to the enclosed Screening Decision Report, and requests that the Minister of INAC, and President of KIA send a hardcopy of the authorization with NIRB's file number referenced on the document to the NIRB office to complete our files. In addition, NIRB requests that copies of any subsequent inspection reports related to the subject Project Proposal be sent to the NIRB office.

Please contact Leslie Payette, NIRB's Manager of Environmental Administration at 867-983-4611 or lpayette@nirb.nunavut.ca if you have any questions or concerns.

Sincerely,

Leslie Payette

Leslie Payette
Manager of Environmental Administration

Attachments: NIRB Screening Decision Report

Cc Minister of Indian and Northern Affairs, PrenticeJ@parl.gc.ca
President of Kivalliq Inuit Association, tsandy@kivalliqinuit.ca
Pamela Strand, pstrand@shearminerals.com