

August 31, 2012

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

Via Email: licensing@nunavutwaterboard.org

Re: Request for Closure – Type “B” Nunavut Water License 2BE-CNA0608

Dear Ms Beaulieu,

Enclosed please find a duly completed application requesting the closure of the above referenced license which expired on February 8, 2008.

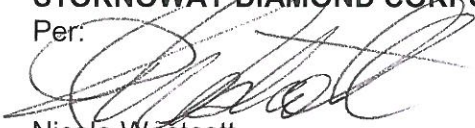
Please note that no water use or waste disposal was conducted under the authority of 2BE-CNA0608 and therefore there are no reclamation activities to report.

I will contact you via telephone to arrange a credit card payment of \$30.00 for the requisite cancellation fee for this application as well as any outstanding water use fees that may be payable in association with this authorization.

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

Yours truly,
STORNOWAY DIAMOND CORPORATION

Per:



Nicole Westcott

Manager of Community and Regulatory Affairs – Exploration

Enclosures: Application for Water License Cancellation – 2BE-CNA0608
 Closure Summary (English)- 2BE-CNA0608
 Closure Summary (Inuktitut)- 2BE-CNA0608