

P.O. Box 119 GJOA HAVEN, NU X0B 1J0 TEL: (867) 360-6338 FAX: (867) 360-6369 NWB File Number: 2BE-CNA0608

September 12, 2012

Ms. Nicole Westcott Manager, Community and Regulatory Affairs-Exploration Stornoway Diamond Corporation Unit 116 – 980 1st Street Vancouver, BC V7P 3N4

Email: nwestcott@stornowaydiamonds.com

Subject: Request for Cancellation of Water Licence 2BE-CNA0608 – Stornoway Diamonds

Dear Ms. Westcott:

This letter acknowledges receipt on August 31, 2012 of an application from Stornoway Diamond Corporation to cancel Water Licence 2BE-CNA0608. In accordance with Section 43(1) (c) of the *Nunavut Waters and Nunavut Surface Rights Tribunal Act*, the Nunavut Water Board (Board or NWB) may cancel a licence on application by the licensee.

The application can be obtained from our ftp site under PRUC with Username: public, Password: registry.

To ensure this application is dealt with in a timely fashion, the NWB forwards notice of all documentation to regulators and council of the municipality(ies) most affected by the project, inviting interested parties to make representation directly to the NWB within 30 days from the date of this letter. The NWB may provide additional procedural instructions once the application has been reviewed by interested parties.

The Board further requests that Aboriginal Affairs and Northern Development Canada advise the Board when a final site inspection is complete. At that time the Board will make a determination on the Application.

Sincerely,

Original signed by:

Phyllis Beaulieu Manager of Licensing

Cc: Distribution – Kitikmeot/Kivalliq