

October 20, 2005

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Phyllis Beaulieu
Licensing Manager
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU
X0E 1J0

Re: Renewal Application NWB2COR0205

Dear Ms. Beaulieu,

Enclosed please find a duly completed application accompanied by the applicable attachments for the renewal of the above referenced water license.

Please be advised that the original license was issued to Stornoway Ventures Ltd. which was a wholly owned subsidiary of Stornoway Diamond Corporation. On April 30, 2005 Stornoway Ventures Ltd. and Stornoway Diamond Corporation underwent a Vertical Short Form Amalgamation under the name Stornoway Diamond Corporation. The renewal license is therefore being applied for under the name of the amalgamated company.

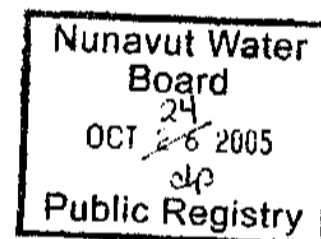
Please also note that both camp locations associated with this license are seasonal and temporary, and therefore are not in operation at the time that this application is being submitted. This means that Appendix II of the Spill Contingency Plan containing the camp schematic and camp description are incomplete at this time, and have been marked "To Be Determined".

Upon the establishment of camps at either of the named locations these sections will be completed, and copies of both the schematic and description will be sent to the Nunavut Water Board as soon as is practicable.

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: Water License Application Form
Exploration/Remote Camp Supplementary Questionnaire
Project Summary - English
Project Summary - Inuktitut
Page Size Map - Coronation Camp Locations
Abandonment & Restoration Plan - Coronation Gulf Project
Spill Contingency Plan - Coronation Gulf Project
Cheque No. 20427 for \$60.00 - Application Fee & Water Use Fee