

Closure Summary

Nunavut Water Board Type "B" License 2BE-COR0608

Licensee : **Stornoway Diamond Corporation**
 Unit 116-980 West 1st Street
 North Vancouver, BC
 V7P 3N4

Date of Issuance: March 21, 2006

Expiry Date: October 11, 2008

Stornoway Diamond Corporation ("Stornoway") is requesting the official closure of Nunavut Water Board Type "B" License 2BE-COR0608 which authorized water use (not to exceed 28 cubic meters a day) and waste disposal in association with two temporary/seasonal camp facilities (known as the Eureka camp and the Jubilee camp), 3 "fly camp" locations and drilling activities on Stornoway's property interests in the Coronation Gulf Region of Nunavut. This license was a renewal of 2BE-COR0205.

The exploration activities that took place under the authority of this license from 2002 through to 2005 included till sampling, ground geophysical surveys and helicopter supported drill programs, and were all low impact in nature. As per the Abandonment and Restoration Plan for the Coronation Gulf Project progressive reclamation work was completed at all drill site locations once a drill hole was complete. When possible drill casings were removed (if not they were cut off at ground level), all fuel, equipment and refuse was removed from the site and the hole marked with a picket and/or tape flag for future reference.

From 2006 to 2008 no exploration activities were conducted under the authority of this license. During this time the Jubilee camp and the Eureka camp were both kept in a winterized/storage state.

In September of 2008 final abandonment and reclamation activities were conducted at the Jubilee camp location during which time all equipment, supplies and fuel were removed from the land use area. Reclamation activities also included insuring that all previous sump locations were properly backfilled, that the surface area was recountoured to match the surrounding landscape and that no refuse was left behind. Upon completion of the restoration activities at the Jubilee camp location there was little evidence of the land use operation.

The Eureka camp was kept in a winterized/storage mode under an INAC storage authorization until 2011. At this time it was re-opened to serve as accommodation for personnel conducting a short drill program and land survey activities. These activities, including the water and waste disposal associated with the camp facility, were conducted under the authority of Type "B" Nunavut Water Board License 2BE-CGP1012.

Final abandonment and reclamation activities associated with 2BE-CGP1012, including the demobilization and restoration of the Eureka camp facility, were completed in 2012 and a final land use report accompanied by an application to close that license has been submitted to the Nunavut Water Board.