

STATEMENT OF FINANCIAL RESPONSIBILITY

TO: NUNAVUT WATER BOARD

FROM: CANADIAN NORTH RESOURCES AND DEVELOPMENT CORP.

DATE: JULY 12, 2013

RE: APPLICATION FOR ASSIGNMENT AND DECLARATION OF
LICENSEE (ASSIGNOR)

In the event that Canadian North Resources and Development Corp. ("CNRDC") is granted a water use permit by the Nunavut Water Board (the "**Permit**"), CNRD agrees as follows:

1. CNRDC agrees to remit all prescribed fees payable to government authorities in order to keep the water use permit in good standing;
2. CNRDC shall obtain all necessary licenses, permits and approval of all governmental authorities relating to work in connection with the Permit; and
3. CNRDC will carry adequate insurance coverage (including worker compensation, public liability and property damage) at all times in connection with the Permit.

CANADIAN NORTH RESOURCES AND
DEVELOPMENT CORP.

Per: _____

Tony Pomeroy, President

