

November 26, 2009

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

Sent via email, original to follow via courier

Dear Phyllis Beaulieu;

**RE: WATER LICENCE APPLICATION FOR THE GRAIL PROPERTY, BOOTHIA PENINSULA,
KITIKMEOT REGION, NUNAVUT**

Please find attached a completed Water Licence application plus Exploration/Remote Camp Supplementary Questionnaire for Indicator Minerals Inc. @ Grail Property, located on the Boothia Peninsula in the Kitikmeot Region of Nunavut. This Water Licence application is for the purpose of diamond exploration, including geophysics, soil sampling, geological mapping and reverse circulation and diamond drilling.

This digital application package includes:

- Completed water licence application form with 1 add-on page with a list of corner coordinates
- Exploration/Remote Camp Supplementary Questionnaire
- 3 maps: Project Location, Land Tenure, and Proposed Camp Location
- Non-technical summary in English
- Non-technical summary in Inuktitut
- Spill Contingency Plan
- Abandonment and Restoration Plan
- Environmental Procedures Plan

A hard copy application package along with signatures and the required fees will follow shortly. If you have any further questions or require any additional information, please do not hesitate to contact me at (604) 331-4605 or directly at (604) 331-5098.

Sincerely,

Andrea Maynes
Project Geologist

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