

NOTICE OF INDICATION NIRB FILE NO.: 09EN070

NIRB File No.: 09EN070 INAC File No.: N2009C0016

January 14, 2010

Spencer Dewar Manager Land Administration Indian and Northern Affairs Canada Igaluit, NU

Via email: spencer.dewar@inac-ainc.gc.ca

Re: Notice of Indication for Indicator Minerals Inc. "Grail" Project Proposal

Dear Spencer Dewar:

Enclosed is the Nunavut Impact Review Board (NIRB) Screening Decision Report to the Honourable Chuck Strahl, Minister of Indian and Northern Affairs Canada (INAC) for Indicator Minerals Inc. "Grail" project proposal in the Kitikmeot Region.

The NIRB has assessed this project proposal for ecosystemic and socio-economic impacts taking into consideration the comments from relevant authorities and communities. Based on this assessment, the NIRB's indication to the Minister is in accordance with **12.4.4** (a) which states the following:

"The proposal may be processed without a review under Part 5 or 6; NIRB may recommend specific terms and conditions to be attached to any approval, reflecting the primary objectives set out in Section 12.2.5."

The enclosed NIRB Screening Decision for NIRB File Number 09EN070 signed on January 13, 2010 by Lucassie Arragutainaq at Sanikiluaq has been issued to INAC and is subject to the terms and conditions contained herein being imposed upon the Proponent.

The NIRB is aware of INAC's authority to regulate the terms and conditions attached to the enclosed Screening Decision Report, and requests that INAC send a hardcopy of the authorization with the NIRB's file number referenced on the document to the NIRB office to complete our files. In addition, the NIRB requests that copies of any subsequent inspection reports related to the subject Project Proposal be sent to the NIRB office.

Please contact George Taptuna, NIRB's Assistant Technical Advisor at 1-867-983-4610 or gtaptuna@nirb.ca if you have any questions or concerns.

Sincerely,

M. Ssund

Maria Quqsuut

Environmental Administrator

Attachments: NIRB Screening Decision Report (NIRB File No.: 09EN070)

cc: Chuck Strahl, Minister of INAC

Phyllis Beaulieu, Nunavut Water Board Stanley Anablak, Kitikmeot Inuit Association

Brian O'Mara, INAC