



**NOTICE OF INDICATION
NIRB FILE NO.: 10EN022**

INAC File No.: N2010C0008

May 6, 2010

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

Via email: Spencer.Dewar@inac-ainc.gc.ca

Re: Notice of Indication for Aura Silver Resources Inc.'s "Drilling Exploration" Project Proposal, NIRB File No. 10EN022

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 Aura Silver Resources Inc.'s "Drilling Exploration" project proposal in the Kivalliq Region.

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 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 No. 10EN022, signed on May 6, 2010 by Henry Ohokannoak, Acting Chairperson for Lucassie Arragutainaq at Cambridge Bay, NU 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 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 Tara Arko, NIRB Assistant Technical Advisor at (867)983-4611 or info@nirb.ca if you have any questions or concerns.

Sincerely,

A handwritten signature in black ink, appearing to read 'Tara Arko'.

Tara Arko – Assistant Technical Advisor

cc: Paul Pitman, pwpcconsulting@bellnet.ca
Phyllis Beaulieu, Nunavut Water Board

Enclosure: NIRB Screening Decision Report (NIRB File No.: 10EN022)