

P.O. Box 119 GJOA HAVEN, NU XOB 1J0 TEL: (867) 360-6338 FAX: (867) 360-6369 אבה בה' החבה הר NUNAVUT WATER BOARD NUNAVUT IMALIRIYIN KATIMAYINGI OFFICE DES EAUX DU NUNAVUT

File: 2BE-HEP0712/TR/B2

November 5, 2010

Mr. Graham Gill Diamonds North Resources Ltd. Suite 510, 510 Burrard St. Vancouver, BC V6C 3A8

Email: ggill@diamondsnorthresources.com

Subject: Licence No. 2BE-HEP0712 "Hepburn Project", Kitikmeot Region, Nunavut;

Submission of the 2010 Annual Report

Dear Mr. Gill:

The Nunavut Water Board ("NWB") has completed a technical review of the 2010 Annual Report for the above-mentioned project, which was received on October 26, 2010. The annual report was distributed for information. The report indicates that no work was conducted on the property under the authority of this license during the 2010 reporting period and therefore no water was used and no waste was produced.

The annual report was found to be complete and meeting the reporting requirements of licence 2BE-HEP0712.

Should you have any questions, please feel free to contact the undersigned at (867) 360-6338 Ext. 30, at your earliest convenience.

Yours truly,

Original Signed By:

Karén Kharatyan Technical Advisor

cc: Distribution List – Kitikmeot