

Water Resources Division Nunavut Regional Office Iqaluit, NU X0A 0H0

Your File: 2BE-KAZ0609 Our File/CIDM's # 284463

December 3, 2008

Doreen Porter Administrative Clerk Nunavut Water Board P.O. Box 119 Gjoa Haven, NU, X0A 1J0

Re: Water License 2BE-KAZ0609 / Pacific Ridge Exploration Ltd. /

Baker Lake Project / Kivalliq Region – Submission of 2007

Annual Report

Please be advised that on be half of Indian and Northern Affairs Canada (INAC), I have completed a review of the above-referenced 2007 Annual Report submitted by Pacific Ridge Exploration Ltd. to the Nunavut Water Board, in reference to the requirement of Part B, Item # 2 of Water License # 2BE-KAZ0609. Please see the attached Technical Memorandum for comments/recommendations.

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4282or by email at KaradagD@ainc-ianc.gc.ca

Yours truly,

Original Signed By

Dee Karadag Water Resources Technician



Technical Review Memorandum

TO Doreen Porter

Administrative Clerk, Nunavut Water Board

FROM Dee Karadag

Water Resources Technician, Water Resources Division

Nunavut Regional Office

Re: Water License 2BE-KAZ0609 / Pacific Ridge Exploration Ltd. /

Baker Lake Project / Kivalliq Region – Submission of 2007

Annual Report

The Pacific Ridge Exploration Ltd. submitted their 2007 Annual Report to the Nunavut Water Board (NWB) on November 5, 2008. The preparation and submission is a requirement of Part B, Item # 2 of Water License #2BE-KAZ0609. This report was posted on the NWB's public registry and distributed to interested parties for review on November 24, 2008.

The following documents were reviewed,

- 2007 Annual Report
- Nunavut Water Board (NWB) Water Licence 2BE-KAZ0609
- Uranium Exploration Plans

Comments / Recommendations

As a result of my review I have determined that,

- The Annual Report was submitted by Pacific Ridge Exploration to NWB on November 5, 2008. Part B, item # 2 of the Water Licence 2BE-KAZ0609 requires that the annual report must be submitted to the NWB no later than March 31st of the year following the calendar year being reported. This incident is considered an administrative violation and has been forwarded to INAC's Field Operations Division.
- Pacific Ridge must submit their 2008 annual report to NWB no later than March 31, 2008.



- Future reports should reference whether Uranium Mineralization has been encountered during drill.
- The Annual Report did contain all items that are required to be in the report pursuant to Part B, Item #2 of Water License 2BE-KAZ0609.

Should you have any questions or comments, please do not hesitate to contact me at (867) 975-4282or by email at KaradagD@ainc-ianc.gc.ca

Yours truly,

Original Signed By

Dee Karadag Water Resources Technician

Cc. Kevin Buck, Manager of Water Resources
Bernie MacIsaac, Manager of Field Operations

