

P.O. Box 119 GJOA HAVEN, NU XOB 1J0 Tel: (867) 360-6338 FAX: (867) 360-6369 ຼ໑\$° ΔLሮሊትና ቴበLት⁴Ր NUNAVUT IMALIRIYIN KATIMAYINGI NUNAVUT WATER BOARD OFFICE DES EAUX DU NUNAVUT

File No: 2BE-KIM0609

May 18, 2010 (REVISED)

Bonnie Weston True North Gems Inc. 500-602 West Hastings Street Vancouver, BC V6B-1P2

E-mail: bonnie@truenorthgems.com

Subject: True North Gems Inc. – Kimmirut Beluga Sapphire Project – Renewal – Type "B"

Dear Ms. Weston:

The Nunavut Water Board ("NWB") acknowledges receipt, on May 3, 2010, of a renewal application for a Type "B" water license for water use and waste disposal associated with exploration activities in the Qikiqtani region of Nunavut. The application consists of the following documents:

- 2010 A&R Plan received March 31, 2010
- 2010 Spill Contingency Plan received March 31, 2010
- 2005 Report on Field Activities received May 3, 2010
- English Project Summary received May 3, 2010
- Inuktitut Summary received May 3, 2010
- Signed Water License Application received May 3, 2010
- Supplementary Questionnaire received May 3, 2010
- Water Samples 2006 and 2007 received May 3, 2010
- Wildlife Compilation Record received May 3, 2010
- Application and Water Use Fee received May 5, 2010

The application can be obtained from our ftp site under PRUC with Username: public, Password: registry.

A preliminary review of your application concluded that it meets the requirements of section 48(1) of the *Nunavut Waters and Nunavut Surface Rights Tribunal Act* ("Act"). However, the NWB retains the right to request additional information and studies pursuant to sections 48(2) of the Act or to issue guidelines for the provision of information pursuant to section 48(3) of the Act. A NWB

Technical Advisor may be in touch with you to clarify any technical details related to your application.

To ensure this application is dealt with in a timely fashion, the NWB forwards notice of all documentation to regulators and council of the municipality(ies) most affected by the project, inviting interested parties to make representation directly to the NWB within 30 days from the date of this letter. The NWB may provide additional procedural instructions once the application has been reviewed by interested parties.

Sincerely,

Original signed by:

Phyllis Beaulieu Manager of Licensing

Enclosure: Notice of Application

Letter to Local Organizations

Cc: NPC Conformity Info - NIRB

Distribution List – Qikiqtani