PUBLIC NOTICE OF NEW APPLICATION True North Gems Inc.

Pursuant to Section 55(1) of the Nunavut Waters and Nunavut Surface Rights Tribunal Act ("Act"), notice is given that True North Gems Inc. filed an application for a new water license to the Nunavut Water Board ("NWB") to use water or deposit of waste into water for the following project:

File #: NWB2KIM

Project: Kimmirut Beluga Sapphire Project

Location: Latitude: 62°49'11"; Longitude: 69°54'30"

Purpose: Exploratory Drilling

Type: "B"

Interested persons are invited to make representations before September 16, **2005** to:

Manager of Licensing

Nunavut Water Board

P.O. Box 119, Gjoa Haven, Nunavut X0B 1J0 Phone: (867) 360-6338; Fax: (867) 360-6369;

E-mail: licensing@nwb.nunavut.ca

Copies of all application documents may be obtained by affected parties, free of charge, through the internet on our ftp site at http://ftp.nunavut.ca in "nwb" and folder "NWB2 Exploration" and sub-folder "NWB2KIM" or by contacting:

Bonnie Pemberton, True North Gems Inc. Phone: (604) 687-8055; Fax: (604) 899-1240

E-mail: bonnie@truenorthgems.com

Failure to respond to this Notice of Application within the specified period shall result in the loss of the right to be compensated, pursuant to Sections 58 to 61 of the Act.