

NIRB File No.: 11EN046 KIA File No: KVL311C03

December 12, 2011

Jason Brewster Anconia Resources Corporation 65 Front St. E Suite 200 Toronto, ON M5E 1B5

Sent via email: jason@anconia.ca

Re: Notice of Part 4 Screening for Anconia Resources Corporation's "Victory Lake Area" project proposal

Dear Jason Brewster:

On July 29, 2011 the Nunavut Impact Review Board (NIRB or Board) received Anconia Resources Corporation's (Anconia) "Victory Lake Area" project proposal from the Kivalliq Inuit Association (KIA). The NIRB conducted a preliminary completeness check and found that the project proposal did not contain sufficient information to permit proper screening. On July 29, 2011 the NIRB issued correspondence to the Proponent advising that the application appeared to require a conformity determination from the Nunavut Planning Commission, as well as requesting additional information as specified.

On September 8, 2011 the NIRB received a positive conformity determination (Keewatin Regional Land Use Plan) from the Nunavut Planning Commission for the proposed project. On September 13, 2011 the NIRB issued correspondence that again requested submission of the previously outlined additional information by September 27, 2011. After this deadline, the Proponent indicated that additional time was required to provide the requested information. On October 21, 2011 the NIRB requested an extension to the screening deadline from the Minister of Aboriginal Affairs and Northern Development, stating that additional time was required in order for the Proponent to provide information necessary to permit proper screening. An additional information request was sent to the Proponent on November 17, 2011 which requested the submission of outstanding information by December 8, 2011. The Proponent provided the outstanding information as well as resubmitting NIRB Part 1 and 2 forms on December 8, 2011 and December 12, 2011. NIRB has assigned this project proposal file number 11EN046 - please reference this file number in related future correspondence.

The proposed project is located in the Kivalliq region approximately 190 kilometres (km) south of Baker Lake, 180 km west of Rankin Inlet, and 150 km west of Whale Cove. The program is proposed to take place from April 2012 to October 2012 and intends to evaluate the Marce

Claims at Victory Lake for base and precious metals including copper, lead, zinc, silver, and gold.

The proposed project activities and components include:

- Prospecting, staking and sampling activities;
- Geophysical mapping and surveying, including airborne magnetic and electromagnetic and ground geophysics;
- Use of one (1) diamond drill to conduct shallow drilling of 23 holes totalling about 3,000 metres on ground and ice, using 1,000 kilograms of Calcium chloride;
- Temporary seasonal camp for up to 20 personnel, including domestic water consumption of 2.0 cubic metres per day;
- Transportation of personnel, drill equipment and supplies using helicopter and fixed wing aircraft:
- On-site fuel storage of 16,400 litres of diesel, 820 litres of gasoline, 12,300 litres of aviation fuel, as well as propane and oil; and
- Sewage and combustible wastes to be incinerated and all the resulting ash along with the non-combustible wastes transported to an approved facility for disposal.

All documents received and pertaining to this project proposal can be obtained from the NIRB's ftp site at http://ftp.nirb.ca/01-SCREENINGS/ACTIVE%20SCREENINGS/11EN046-Anconia%20Resources-Marce%20Claims/ including:

- NIRB Part 1 Summary Application Form in English,
- KIA Application,
- Maps,
- Non technical Project Proposal summary in English and Inuktitut,
- *NPC Conformity Determination and Questionnaire*,
- Spill Contingency Plan, and
- *Abandonment and Restoration Plan.*

Pursuant to Part 4, Article 12 of the Nunavut Land Claims Agreement (NLCA), the NIRB shall proceed to screen this project proposal. The NIRB may request additional information at any time during the process. The NIRB will copy you on screening process related correspondence and upload related documents to the above ftp site for public access.

The NIRB is copying parties and municipalities potentially affected by Anconia's project proposal with this letter, and we invite interested parties to comment directly to the NIRB by January 16, 2012.

The NIRB would like parties to provide comments regarding:

- Whether the project proposal is likely to arouse significant public concern; and if so, why;
- Whether the project proposal is likely to cause significant adverse eco-systemic and socio-economic effects; and if so, why;

- Whether the project is of a type where the potential adverse effects are highly predictable and mitigable with known technology, (please provide any recommended mitigation measures); and
- Any matter of importance to the Party related to the project proposal.

Please send your comments to the NIRB at info@nirb.ca or via fax at (867) 983-2594.

If you have any questions or concerns, feel free to contact me directly at 867-983-4611 or tarko@nirb.ca.

Sincerely,

Tara Arko

Technical Advisor

Nunavut Impact Review Board

cc: Distribution List

Denise Lockett, Lockett Consultation Services Inc.

Nicole Brewster, Minroc Management Veronica Tattuinee, Kivalliq Inuit Association Luis Manzo, Kivalliq Inuit Association Phyllis Beaulieu, Nunavut Water Board

Enclosures (2): Comment Forms (English and Inuktitut)