

NOTICE OF INDICATION NIRB FILE NO.: 07EN017

April 25, 2007

Stanley Anablak Kititkmeot Inuit Association Kugluktuk, NU

and

Jeff Holwell Indian and Northern Affairs Canada Iqaluit, NU

Via email: holwellJ@inac-ainc.gc.ca
Via email: HolwellJ@inac-ainc.gc.ca

Re: Notice of Indication for Silvermet Corporation's Base Metal Exploration, MacGregor Lake
Project Proposal

Dear Mr. Anablak and Mr. Holwell:

Enclosed is the Nunavut Impact Review Board (NIRB) Screening Decision Report to the Minister of Indian and Northern Affairs Canada (INAC) and the Kitikmeot Inuit Association (KIA) for Silvermet Corporation's Base Metal Exploration, MacGregor Lake Project Proposal in the Kitikmeot Region.

NIRB has assessed this Project Proposal for ecosystemic and socio-economic impacts taking into consideration the comments from relevant authorities and communities. Based on this assessment NIRB's indication to the Minister is in accordance with **12.4.4** (a) which states the following:

"The proposal may be processed without a review under Part 5 or 6; NIRB may recommend specific terms and conditions to be attached to any approval, reflecting the primary objectives set out in Section 12.2.5."

The enclosed NIRB Screening Decision for NIRB File Number 07EN017, signed on April 25, 2007 by Lucassie Arragutainaq at Sanikiluaq has been issued to INAC and KIA, and is subject the terms and conditions contained herein being imposed upon the Proponent.

NIRB is aware of INAC and KIA's authority to regulate the terms and conditions attached to the enclosed Screening Decision Report, and requests that INAC and KIA send a hardcopy of the authorization with NIRB's file number referenced on the document to the NIRB office to complete our files. In addition, NIRB requests that copies of any subsequent inspection reports related to the subject Project Proposal be sent to the NIRB office.

Please contact Leslie Payette, NIRB's Manager of Environmental Administration at 867-983-4611 or lpayette@nirb.nunavut.ca if you have any questions or concerns.

Sincerely,

Leslie Payette

Leslie Payette

Manager of Environmental Administration

Attachments: NIRB Screening Decision Report

Cc Honourable Jim Prentice, Minister of INAC

Donald Havioyak, President KIA Gary Vivian, Silvermet Corporation