



**Environment Environnement
Canada Canada**

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May 15, 2009

Our file: 4703 001 079
NWB file: 2BE-KAZ0609

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Via email at: licensing@nunavutwaterboard.org

**Re: NWB 2BE-NQN- Indicator Minerals Inc. – Nanuq North Project- New- Type “B”
Water License**

On behalf of Environment Canada (EC), I have reviewed the information submitted with the above-mentioned application. The following specialist advice has been provided pursuant to Environment Canada's mandated responsibilities for the enforcement of the *Canadian Environmental Protection Act*, Section 36(3) of the *Fisheries Act*, the *Migratory Birds Convention Act*, and the *Species at Risk Act*.

The purpose of this project is to evaluate the potential for diamonds in the project area. Nanuq North is located along the southern boarder of Ukkusiksalik National Park and approximately 230 km southwest of the community of Repulse Bay and 250 km north of the community of Chesterfield Inlet. Project activities will include prospecting, mapping ground geophysics and helicopter supported diamond drilling. The project is proposed to occur from May 2009 to September 2013, with drilling operations expected to occur during May, June, July and/or August. No new facilities are required for this project as Indicator is proposing to use the existing camp and airstrip at Peregrine Diamonds Ltd.'s Nanuq property.

Comments and recommendations submitted for the project on April 16, 2009 in response to the NIRB Part 4 Screening would apply to this water license application (see attached).

If there are any changes in the proposed project, EC should be notified, as further review may be necessary. Please do not hesitate to contact me with any questions or comments with regards to the foregoing at (867) 975-4631 or by email at carrie.spavor@ec.gc.ca.

Yours truly,

Original signed by

Carrie Spavor
Environmental Assessment Coordinator

c.c: Carey Ogilvie (Head, Environmental Assessment-North, EPO, Yellowknife, NT)
Ron Bujold (Environmental Assessment Technician, EPO, Yellowknife, NT)