

P.O. Box 119 GJOA HAVEN, NU XOB 1J0 TEL: (867) 360-6338 FAX: (867) 360-6369 ຼ໑৯° ΔL~ሊትና ቴ∩Lትዣ NUNAVUT IMALIRIYIN KATIMAYINGI NUNAVUT WATER BOARD OFFICE DES EAUX DU NUNAVUT

File No: 2BE-NTP----/GA

January 7, 2008

Marnie Muirhead, Project Manager Bayswater Uranium Corporation 510 Burrard Street, Suite 510 Vancouver, BC V6C 3A8

Email: mmuirhead@bayswateruranium.com

Subject: Bayswater Uranium Corp. – North Thelon Project – New Application

Dear Ms. Muirhead:

The Nunavut Water Board (NWB) acknowledges receipt of your application for a new water license on December 6, 2007 for water use and waste disposal associated with exploratory drilling and camp operations for the North Thelon Project, in the Kivalliq region. The application can be obtained from our ftp site at the following link: http://nunavutwaterboard.org/ftp/ or by contacting our office. The application consists of the following documents:

- cover letter dated November 12, 2007, received December 6, 2007
- water license application form, received December 6, 2007
- supplementary questionnaire, received December 6, 2007
- maps, received December 6, 2007
- project summary in English and Inuktitut, received December 6, 2007
- Spill Contingency Plan received December 6, 2007
- MSDS Sheets received December 6, 2007
- Abandonment and Restoration Plan, received December 6, 2007
- Proposed Exploration Drilling Program, received December 6, 2007

We undertook a preliminary review of your application and conclude that it meets the requirements of section 48(1) of the *Nunavut Waters and Nunavut Surface Rights Tribunal Act* ("Act"). This said, I must inform you that the NWB reserves the right to request additional information and studies pursuant to sections 48(2) of the Act or, alternatively, issue guidelines for the provision of information pursuant to section 48(3) of the Act.

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

However, before your application can be processed further by the NWB, it is subject to sections 38(1) to 38(5) of the Act and therefore must first be reviewed by the **Nunavut Planning**Commission (NPC) to determine its conformity with an approved land use plan. By copy of this letter to the NPC, we are formally asking our sister board to undertake this determination and inform the NWB of its decision.

Pursuant to Section 13.7.3 of the Nunavut Land Claims Agreement this application is of a class that does not require a public hearing, and is therefore exempt from screening by the Nunavut Impact Review Board, as per Schedule 12-1 of the NLCA. We are consequently requesting **NPC to forward the application back to the NWB** when its determination is complete.

Finally, by copy of this letter to the distribution list and the enclosed notice of application sent to the council of the municipality or municipalities most affected by your application, we invite interested persons to make representations directly to the NWB within 30 days from the date of this letter. Please note that a Spill Plan & an Abandonment & Restoration Plan was also received with the application and requires review. The NWB may provide additional procedural instructions once the application has been reviewed.

Sincerely,

Original signed by:

Phyllis Beaulieu Manager of Licensing

Enclosure: Notice of Application

cc: Distribution List – Kivalliq