



March 30th, 2015

Phyllis Beaulieu  
Manager of Licensing  
Nunavut Water Board  
P.O. Box 119  
Gjoa Haven, NU  
X0B 1J0



Dear Phyllis:

Please find enclosed an application for a water licence renewal for Churchill Diamond Corporation's Pelly Bay Diamond Project located approximately 50 kilometers south-southwest of Kugaaruk, Nunavut.

I have included the \$30 application fee, the \$30 water licence fee, the application form, the supplemental questionnaire, our Fuel Spill Contingency Plan with MSDS sheets, an Abandonment and Restoration Plan, a claims listing, maps and pictures showing our planned areas of operations and campsite location for your reference and a non-technical summary in English and translated to Inuktitut and Inuinnaqtun.

Yours truly,

Paul Sobie  
President  
Churchill Diamond Corporation