

December 12, 2007

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

RE: 2BE-PCD0607 Amendment and Renewal

Dear Phyllis,

Based on information received from the Ikinguak Hunters and Trappers Organization, De Beers Canada Inc., would like to remove the following locations as potential fly camps on the above Licence:

Latitude: 69°42.5'N, Longitude 94°13.0'W

Latitude: 69°46.5'N, Longitude 95°2.5'W

Please let me know if the resolves the concerns raised by the Ikiinguak HTO.

Thanks very much for your help with this matter.

Best regards,

Matthew Pickard, B. Sc. Hon., MBA, P. Geo., CRSP, CCEP

Safety, Health and Environment Manager

De Beers Canada Inc. – Exploration Division