

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

File No: 2BE-PCD/GA

June 16, 2006

Matthew Pickard
De Beers Canada Inc – Exploration Division
One William Morgan Drive
Toronto ON M4H 1N6

Subject: De Beer Canada Inc. – Prince of Wales, Chartrand Lake, Devon Island Project – New

Dear Mr. Pickard:

The Nunavut Water Board (NWB) acknowledges receipt of your application for new licence on June 1, 2006 for water use and waste disposal associated with exploratory drilling and camp operations for the Prince of Wales, Chartrand Lake, Devon Island Project, in the Kitikmeot & Qikiqtani region. The application, a copy of which can be obtained from our ftp site (http://ftp.nunavut.ca in folder nwb / 2BE and sub-folder 2BE-PCD) or by contacting our office, consists of the following items:

- cover letter dated June 1, 2006
- water license application form, received June 1, 2006
- supplementary questionnaire, received June 1, 2006
- 3 maps, received June 1, 2006
- Appendix to NWB Licence Application received June 1, 2006
- application fee, water use fee, received June 1, 2006
- Abandonment & Restoration Plan received June 1, 2006
- Spill Contingency Plan received June 1, 2006
- MSDS Sheets received June 1, 2006
- Weekly Inspection for small camps received June 1, 2006

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.

A NWB Technical Advisor 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 Spill Contingency Plan & Abandonment & Restoration Plan was also received with the application and require review. The NWB may provide additional procedural instructions once the application has been reviewed.

Sincerely,

Original signed by:

Richard Dwyer Licensing Trainee

Enclosure: Notice of Application

cc: Kitikmeot/Qikiqtani Distribution List