

De Beers Canada Inc. – Annual Nunavut Water Board Report for Licence Number 2BE-PCD

Executive Summary

In June of 2006 De Beers Canada Inc. – Exploration Division applied for a Licence to take water for the Devon Island (Eden Point), Prince of Wales Island (Muskox Hill) and Chartrand Lake Projects.

The purpose of the application was to obtain water for domestic use in remote fly camps.

A Licence was obtained on July 21, 2006. All water used under this Licence was for domestic purposes.

There were no unauthorized discharges during the course of the field season.

Due to time constraints, the Chartrand Lake Project did not ahead this field season and if it runs during the 2007 field season, it will likely be based out of Taloyoak.

All grey water pits and outhouse pits were backfilled after camp closure.

No drilling was involved in either of the projects.

Attached is a summary of water usage, GPS coordinates for intakes and disposal points along with photographic records.