

Pitquhiliqiyikkut

Department of Culture, Language, Elders and Youth

Ministère de la Culture, de la Langue, des Aînés et de la Jeunesse

June 6, 2006

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

Re: Nunavut Water Board Licence 2BE-PEL0507 Application for Assignment to Diamonds North Resources Ltd. Pelly Bay (BHP Billiton Diamonds Inc.)

Due Date: **June 16, 2006**

Dear Ms. Beaulieu:

At your request, the Department of Culture and Heritage, Government of Nunavut, has reviewed the above-noted application. Our recommendations follow.

We recommend approval of the above-cited application, as the proponent's proposed activities do not constitute a threat to known archaeological resources.

The attached conditions specify plans and methods of site protection and restoration to be followed by the permittee if an archaeological site is encountered or disturbed in the course of the land use activity.

Sincerely,

original signed

Julie Ross
for Douglas Stenton
Director, Culture and Heritage
Department of Culture, Language, Elders and Youth

Encl.