



September 26, 2008

Hamlet of Kugaaruk

To Whom It May Concern:

Diamonds North is planning a grassroots style exploration program on our Amaruk property In 2009. The main camp is located approximately 45 kilometres southwest of Kugaaruk. It is anticipated that the program will run for about 6 months and involve a crew of 25-35 men. Our current plan will be to incinerate combustible garbage on-site to minimize the amount of garbage in the camp area and to reduce the amount of wildlife-man conflict. Upon incineration we will be placing the ashes and un-burnt cans etc. into double garbage bags/empty 45 gallon drums for transport. We expect 10-12 bags of ash per week. There may also be a few small items of non-combustible solid waste that will also need to be removed from site but it is not expected that these would contain any hazardous waste. To that end we are requesting permission to use the landfill/disposal site in Kugarruk to dispose of our garbage. If you have any questions regarding this request please contact myself at 604 689-2010. If permission is granted could you please sign the bottom of this letter and fax it back to me at 604 484-7143 as soon as possible.

Thank you for your consideration in this matter.

Graham Gill
V.P. Operations
DIAMONDS NORTH RESOURCES LTD.

B. Dinnoy
Hamlet of Kugaaruk
Director General

Agreed \$200.00 per month during operational season
to 6 months.

Graham Gill

From: Graham Gill
Sent: Friday, October 03, 2008 12:45 PM
To: 'Gordon Dinney'
Cc: Carl Ozyer
Subject: RE: Use of garbage site

Hi Gord;

As per your message below please accept this reply as Diamonds North's commitment to place only non-combustible solid waste and incinerated ash ONLY in the Kugaaruk landfill. All empty drums used for transport will be removed and no toxic or chemical waste will be deposited there.

Graham Gill
V.P. Operations
DIAMONDS NORTH RESOURCES LTD.

From: Gordon Dinney [mailto:finance_kug@qiniq.com]
Sent: Friday, October 03, 2008 6:56 AM
To: Graham Gill
Subject: Use of garbage site

Hi Graham,

This email will confirm our conversation this week on the use of the municipality's garbage site in 2009.

It is of the utmost importance that you understand that under no circumstances can the waste be toxic or chemical and must be non-combustible solid waste only.

As well, you will have to dump the waste and remove any drums that are used for transport.

Your confirmation via email of these conditions will be appreciated.

If we can be of further assistance, please do not hesitate to contact us.

Regards,
Gordon Dinney
Director of Finance

10/3/2008