Abandonment and Restoration Plan Revised November 2, 2004

Introduction:

This Abandonment and Restoration Plan is effective from March 1, 2005 to November 30, 2007 and applies to the Aviat Project operated by Stornoway Diamond Corporation in Nunavut (contained within the general latitudes 66° 37' 24" to 69° 52' 76" and general longitudes 81° 11' 42" and 85° 54' 14"). The project consists of ground and airborne geophysical surveys, rock and till sampling, prospecting, mapping and drilling. Activities would ideally be undertaken during March through November.

Abandonment and Restoration Plan:

Upon completion of the Land Use Operation on November 30, 2007 the following steps and procedures will be followed to allow proper abandonment and reclamation of the area. Each drill hole will be restored to previous conditions after completion of the hole (on average less than one week).

- 1. All fuel drums and drilling equipment will be removed from the site immediately upon completion of the hole.
- 2. On-ice drill cuttings will be scraped clean and removed to an on land sump located more than 30m from the ordinary high water mark on an on-going basis.
- All drilling sumps (if used) will be back-filled, burying the cuttings and sludges if appropriate.
- If the crew members discover waste of any type left behind by others, every effort will be made to remove it from the area and have it disposed of in an acceptable manner.
- Each drill site will be inspected to ensure that all garbage (combustible and noncombustible) has been collected and removed from the area.
- 6. Gray water sumps and sewage pits at the camp will be back-filled.
- 7. All remaining garbage will be incinerated in a burn barrel.
- All wood (tent floors, frames etc.) will be burned. The coals and ash will be raked for non-combustible items (i.e. nails etc) which will be collected and removed from the site. The remaining coals will be buried.
- 9. All camping materials, fuel drums, and drilling equipment (if applicable) will be removed from the site.

- 10. A last inspection will ensure that there is no remaining material at the site and that there is little/no evidence for Stornoway's land use activity.
- 11. Seasonal closures will not affect the area.