



October 26, 2010

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

Dear Phyllis:

Please find enclosed a cheque for \$30.00 to cover the 2011 water use fees for Diamonds North Victoria Island project located in Nunavut, Licence No. 2BE-TAH0611.

Yours truly,

D. Graham Gill, P. Geo
V.P. Operations
DIAMONDS NORTH RESOURCES LTD.

