

WATER REGISTER: N7-1-1798

July 16, 2004

Mr. David Wells Environmental Scientist Inuvialuit Projects Inc. (2003) Bag Service 7, 107 Mackenzie Road INUVIK, NT X0E 0T07

Dear Mr. Wells:

LEVEL 1 ENVIRONMENTAL SCREENING

Pursuant to Section 5 of the Canadian Environmental Assessment Act (1992), Indian and Northern Affairs Canada (INAC), on behalf of the Northwest Territories Water Board, has conducted an environmental assessment and screening of the undertakings as directed in your Licence application submitted to the Board on June 11, 2004.

The Board has decided that the environmental and directly related socio-economic concerns are considered known and mitigable with existing technology and the project may proceed through the licensing process.

Sincerely,

Gordon Wray

Chair

N.W.T. Water Board