WATER REGISTER: N7-1-1816

February 5, 2007

Mr. Ben Seligman Project Integration Coordinator Shell Canada Limited 400 - 4th Avenue S.W. P.O. Box 100, Station 'M' CALGARY, AB T2P 2H5

Dear Mr. Seligman:

## LEVEL I ENVIRONMENTAL SCREENING - NIGLINTGAK

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 screening assessment and screening of the undertakings as directed in your Licence application submitted to the Board on September 25, 2006.

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 Chairman

N.W.T. Water Board