

March 31, 2022

Philip Senyonga - Manager, Corporate Services
Government of the Northwest Territories
Environment and Natural Resources
600, 5102-50th Avenue
Yellowknife, NT X1A 2L9

**Re: Water Licence W2020L2-0004 Notification of EFT Payment of Annual Water Use Fees, 2021/2022
Ekati Diamond Mine, NT**

This is to inform you that as per subsection 8(1) of the *Waters Regulations*, there was a payment, in the amount of \$4,150.00 for the annual water use fees under Water Licence W2020L2-0004 (WL) from Arctic Canadian Diamond Company Ltd. deposited into GNWT's banking account by way of electronic funds transfer (EFT) on March 22, 2022.

This payment is based on all water uses (dewatering, drawdown, road watering, and withdrawal of freshwater) and limits as outlined in Part D Condition 2 (see attached excerpt from WL). As required, these fees were calculated using the 2012 water fee calculator developed by Aboriginal Affairs and Northern Development Canada (AANDC) for all Land and Water Boards in the Northwest Territories under sections 65, 102 and 106 of the *Mackenzie Valley Resource Management Act* (MVRMA). The water sources included in this payment and those which Arctic will use in the 2021/2022 (as per Part B Condition 2 of the WL) are those found in the table below.

Water Source	Maximum Quantity of Water Use (m ³)
Grizzly Lake	200,000
Thinner Lake	15,000
Falcon Lake	100,000
Lac de Gras	100,000

Note that there are other approved water sources within the WL, however these are not anticipated to be used in 2021/2022 and do not form part of this payment. Also, Part D Condition 3, which relates to one time use of water and fees, is not applicable during 2021/2022 therefore there are no fees included in the above payment amount related to this Condition.

If you have any questions or concerns, please contact me at (867) 446-8786 or dustin.chaffee@arcticcanadian.ca.



**ARCTIC CANADIAN
DIAMOND COMPANY**

Naturally Beautiful. Mined Right.

Sincerely,

Dustin Chaffee, Regulatory Applications Manager