

NEWSLETTER TO THE KITIKMEOT TRADE SHOW 2008



WELCOME TO THE KITIKMEOT TRADE SHOW



Welcome to the 2008 Kitikmeot Trade Show, held here in Cambridge Bay, Nunavut.

The theme of this year's Trade Show is "Business Investing in Youth".

Seldom do you hear this phrase

used in business. Business investments are seen as machinery, equipment, and buildings. Some companies will make investments in educational programs for their employees. But actually investing in youth is 'thinking outside of the box' for the business community.

In Nunavut, and in our case, more specifically the Kitikmeot Region, this is the type of innovative business thinking that's required. Business needs to make investments that will help ensure the success of our youth, not only in a business environment, but in making meaningful contributions to our communities, and to life in general.

Kitikmeot Corporation has always been a strong supporter of youth, and continues to invest regularly in them. A recent example was our "Kitikmeot Reads" program implemented in conjunction with Nunasi Corporation, which offered school children across the Region the opportunity to select books from a special catalog.

Kitikmeot Corporation, in general, advocates and supports education for youth. We see it as vitally important, and encourage our youth to stay in school.

In the same way, we encourage leadership training. Leadership training complements

education, and we believe that this combination will develop the "leaders" of tomorrow that will be needed in our Region, and in Nunavut as a whole.

And more recently, we are in the process of starting a foundation dedicated solely to youth, the Kitikmeot Childrens Foundation. Encouraging donations to this foundation, we believe it will have a major impact on the lives of our youth.

But there is much more we can do, and I hope this forum will stimulate discussion on those opportunities.

Once again, I welcome you to Kitikmeot Trade Show 2008



KITIKMEOT CEMENTATION MINING & DEVELOPMENT POSITIONED FOR A STRONG FUTURE AS DIAVIK MOVES INTO UNDERGROUND PRODUCTION

Kitikmeot Cementation Mining & Development (KCMD) is a partnership between Kitikmeot Corporation and Cementation Canada, a leader in the underground hard rock mine contracting industry.

Shortly after its formation, KCMD was awarded a multi-year contract with Diavik Diamond Mines.

Diavik recently announced that it will invest US\$563 million to prepare for underground mining. The money will be spent over the next two

years to construct approximately 20 kilometres of underground tunnels and surface works including a crusher and paste backfill plant.

Underground production will begin in 2009, and will grow to replace open pit mining by 2012. Mine life is expected to continue beyond 2020.

KCMD is perfectly positioned to move from the underground exploratory stage, into underground production. The quality of work that we've

done at Diavik and our safety record, have both been excellent, and we have strong expectations for the future.

The Diavik Diamond Mine, is a joint venture between DDML (60%) and Harry Winston Diamond Mines Ltd. (40%).



NCC INVESTMENT GROUP DEMONSTRATED SUCCESS & PROGRESS

NCC Development Limited, a division of NCC Investment Group Inc. is committed to providing skills development and employment opportunities for beneficiaries of the Nunavut Land Claims Agreement.

Our commitment is demonstrated within our recent projects, achieving the following levels of employment for beneficiaries:

Inuksugait Plaza Phase Three

40,000 square foot building with 36 apartment units and about 7,500 square feet of commercial space. Currently 22 of 38 employees are beneficiaries (58%). Total beneficiaries employed to date is 31

Tennant Improvements Brown Building (Gov't of Nunavut)

Renovation work on two floors

of Government Office Building Project ion is 6 of 10 employees as beneficiaries, or (60%)

New Boothia Inn - Taloyoak, NU

1,830 square feet of hotel and office space through a design build contract
Projection of 6 of 12 employees as beneficiaries, or (50%)

Training in Process

NCC Development Limited. has 6 apprentices working towards journeyman carpenter designation. Recent advancement includes Eric Rose achieving Journeyman status, Mark Illnik advancing to 3rd year apprenticeship, Poasie Kilabuk advancing to 2nd year apprenticeship, and Karl Lindell, Patrick Palluk and Nick Irkootee as registered 1st year apprentices.



TOROMONT ARCTIC CATERPILLAR



The business opportunity in Nunavut for Toromont Arctic Caterpillar is staggering with several large mining projects underway, or on the verge of development.

This is a true business partnership with the Inuit. Our partnership is represented by each of the three regions of Nunavut.

This valuable and unique partnership puts Toromont Arctic Caterpillar in an enviable position to work closely with the Inuit as this vast territory is developed. With the team we have in place and opportunity at hand, Toromont Arctic Cat will enjoy the contribution that this wonderful land of opportunity has to offer.

NUNAVUT INSURANCE BROKERS INSURING THE NORTH

Nunavut Insurance Brokers is the North's only Inuit-owned insurance broker.

A second northern office was opened in Iqaluit in 2007, joining their Rankin Inlet and Winnipeg offices.

Nunavut Insurance Brokers offers a full line of personal and commercial insurance products to the people of Nunavut and Northwest Territories.

Their products include home, tenant, condominium, automobile, ATV, snowmobile, business/commercial, and life insurance products.

Are you paying the best possible premiums?. Are you properly insured?

Call Nunavut Insurance for a quotation and consultation. Their direct line is (204) 988-5124.



NUNA LOGISTICS DEVELOPING THE ARCTIC

Nuna Logistics is one of Kitikmeot Corporation's key joint venture companies, formed in partnership with Nunasi Corporation and Pilot Shipping.

This year, Nuna Logistics continues to experience exceptional business growth, driven by its unique northern expertise. Two of its key projects are summarized below:

AGNICO-EAGLE MINES LIMITED (formerly Cumberland Resources Ltd.)

In October 2006, Nuna and joint venture partner, M&T Enterprises Ltd., commenced construction of Agnico-Eagles' 108 km all-weather road from Baker Lake to the Meadowbank project, NU (the longest all-weather road in Nunavut).

Mobilization of a heavy equipment construction fleet, crushing plant, fuel, supplies, camp and shop were accomplished using barges.

The road will take a crew of over 60 people to drill, blast, move and place over 1.7 million m³.

The road is presently constructed to km 100.

BAFFINLAND IRON MINES CORPORATION

The Mary River iron ore deposit is located 160 km south of Pond Inlet, Baffinland, NU.

In 2007, Nuna was awarded the 2007/2008 Bulk Sample Contract comprising mobilization of heavy equipment such

as excavator, loaders, dozers, packer, crusher, conventional and mining trucks, mobile ambulance, 54-person camp, shop and 100 sea-containers which were used as culverts; transport of 2 million liters of fuel from Milne Inlet to Mary River; mining, crushing and delivery to Milne Inlet of 250,000 tonnes of iron ore from 2 pits; construction and maintenance of 120 km access road, and earthworks for camp pads and berms,



Nuna Logistics mobilizing at Milne Inlet (Baffinland Iron Mines Corporation)

KITIKMEOT CATERERS WELCOMES HORIZON NORTH LOGISTICS

In January, 2008 Horizon North Logistics of Calgary completed the acquisition of all of the shares of Pioneer Site Services, who owned a 49% interest in, and was the managing partner of Kitikmeot Caterers.

The mandate of Kitikmeot Caterers is to foster business and employment opportunities for the benefit of the Kitikmeot Inuit.

Rob Hunt, President of Horizon North stated that "While the acquisition of Pioneer is not a large transaction, it is a very nice fit with Horizon's strategy of providing services to remote northern resource development projects, while at the same time working closely with, and providing benefits to the Inuit residents in the region.

Our business units continue to see expansion opportunities in Canada's far north and the addition of Pioneer allows Horizon to provide a full suite of camp and catering services in Nunavut, with a base of experienced and local employees."



Emily MacDonald
Kitikmeot Caterers

THE KITNUNA GROUP OF COMPANIES A KEY PLAYER IN OUR REGION'S FUTURE

The Kitnuna Group of companies is 100% Inuit owned, and provides full services in:

- Fuel Storage & Distribution
- Retail Hardware Sales
- Wholesale Construction Supplies
- General Contracting
- Project Management
- Airport Maintenance
- Hazardous Material Handling

- Expediting Operations; and
- Environmental Remediation & DEW Line Cleanups.

Recent Progress

Kitnuna completed the cleanup of the Shepherd Bay DEW line site in 2007, one year ahead of schedule, and has been successful in winning contracts for two additional Dewline clean-up contracts (Jenny Lynd and

Byron Bay).

Other initiatives include a very successful first year for the Kitnuna Pharmacy in Cambridge Bay, and the provision of logistical and cat train services for mining/ exploration activities (Miramar/now Newmont, Dundee, Wolfden/now Zinifex, and others).



KITIKMEOT CORPORATION UPDATE FROM OUR HUMAN RESOURCES DEPARTMENT

2007/2008 was again a very busy and successful year for the Kitikmeot Corporation Human Resources/Training Division.

Many beneficiaries from the Kitikmeot region were able to gain employment with our numerous connected companies.

Positions were obtained at Jericho, Tahera, DIAVIK-Kitikmeot Cementation, Miramar, Hope Bay, SNC Lavalin, and other joint venture companies.

Training on the Heavy Equipment Simulator was successful and we are currently looking for funding to provide regional beneficiaries with this

training opportunity to continue.

We attended trade shows, and several meetings during the course of the year to try to gain training and employment opportunities with current joint venture companies Kitikmeot Corporation holds and to obtain other opportunities with additional related business partners.

Our future hopes for the upcoming fiscal year are to provide even more training and employment opportunities for our beneficiaries as well as provide greater support in assisting Kitikmeot residents with maintaining and bettering their career prospects, wishes and choices.



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