

May 10, 2012

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

Dear Ms. Beaulieu,

Re: Water Licence 1AR-NAN0914 – Spill Contingency Plan

Please find enclosed a Spill Contingency Plan (SCP) for abandonment and reclamation activities associated with the fuel tank farm at the former Nanisivik Mine site. The SCP complements the 2010 Abandonment and Reclamation Plan for the fuel tank farm and has been prepared to satisfy the requirements of Part J, Item 2 (k) of water licence 1AR-NAN0914. The SCP will be implemented for the 2012 remediation season which is preliminary scheduled to commence on June 9.

Sincerely,

Johan Skoglund

Group Environment Manager, Americas

Johns Shozhmed