

May 27, 2011

Phyllis Beaulieu
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU
X0B 1J0
(867) 360-6338

Re: 2AM-DOH0713 – Relocation and Design of Sewage Treatment Plant Effluent Discharge

Dear Ms. Beaulieu,

Hope Bay Mining Ltd. (HBML) would like to present to the Nunavut Water Board (NWB) with the proposed location and design of the sewage treatment plant effluent discharge to be relocated in 2011. Please see the attached engineering drawing. One update to the drawing that will be resubmitted upon receipt, is that the entire discharge line will be heat traced.

HBML has provided this information to the INAC inspector. Approval of the INAC inspector was provided in a telephone conversation on May 26, 2011. It is noted that the inspector felt the design was appropriate for improving dispersal of the effluent over a larger area, and should prevent erosion issues with the discharge occurring on bedrock.

Should you have any questions or concerns regarding this notice, please do not hesitate to contact me at chris.hanks@newmont.com to discuss this further.

Sincerely,

Chris Hanks
Director, Environmental and Social Responsibility
Hope Bay Mining Ltd.

cc. Ian Rumbolt, Water Resources Officer, INAC