

Executive Summary

Elgin is a Canadian based company focused on the production at the Björkdal Gold Mine located in Sweden, and the exploration and development of the Lupin Gold Mine and Ulu Gold Project, both located in Nunavut, Canada.

Elgin purchased LMI, which owns the Lupin Mine, from MMG Resources Ltd. in July 2011. Lupin was in operation from 1982 to 2005 with temporary suspensions of activities between January 1998 and April 2000, and again between August 2003 and March 2004. The mine resumed production in March 2004 until February 2005. Since 2005, the Site has remained in Care and Maintenance.

The Lupin Mine is located in the Kitikmeot Region, Nunavut, 400 km north of Yellowknife, Northwest Territories and 285 km southeast of Kugluktuk. The airport serving this Site is at 65° 46'00" N and 111° 14'41" W. The Site is on the western shore of Contwoyto Lake, approximately 60 km south of the Arctic Circle (see attached Figures).

The site is currently occupied in support of general site maintenance. People will be accommodated on site in the guesthouse, the 1300 wing of the accommodation complex, and additional wing(s) of the accommodation complex, depending on the number of personnel on site. The domestic water supply is Contwoyto Lake. Sewage and grey water are conveyed to the Sewage Lakes system (see attached Figures).

The Lupin Mine property is accessible by fixed wing or rotary aircraft from Yellowknife. A 1,950 m long gravel airstrip suitable for Boeing 727 and Hercules sized aircraft is located on the property. A facility to handle float-equipped aircraft is located on the shore of Contwoyto Lake. The property can be serviced by a winter road from Yellowknife, which currently operates between February and April to service the diamond mines south of Lupin. The Lupin spur has been inactive for several years, but can be reactivated to allow for the delivery of bulk items.

While under care and maintenance LMI shall:

- Control fugitive dust;
- Manage snow and storm water in accordance with best management practices (BMPs),
- Maintain secondary containment dry in petroleum storage areas,
- Prevent the release of petroleum products,
- Implement the Spill Contingency Plan, as needed,
- Manage all wastes according to Waste Management Plan (Solid and Hazardous) and Liquid Waste Management Plan,
- Inspect water and domestic sewage pipelines,
- Operate, maintain and monitor tailings and sewage facilities in accordance with the Care and Maintenance Plan,
- Maintain environmental licenses, permits and authorizations,
- Conduct monitoring programs, and
- Regularly review and update contingency, mitigation and management plans.

LMI is requesting renewal of the Lupin Mine water licence 2AM-LUP0914 for a 10 year term, and requests that the licence continue to allow LMI the flexibility of resuming mine operations should LMI's parent company, Elgin Mining Inc., determine that it is economically feasible to do so.