



Our file - Notre référence
IQALUIT-#1285834

June 9, 2020

Karyn Lewis
Lupin Mines Incorporated
76 Richmond Street East, Suite 330
Toronto, ON, M5C 1P1

Sent via registered mail and email: k.lewis@mandalayresources.com

**Re: Acceptance of HSBC Bank Canada Letter of Credit No. PEBHTO231528
Amendment #19**

Dear Ms. Lewis,

Please be advised that on behalf of the Minister of Northern Affairs, I accept the above referenced irrevocable standby letter of credit that was issued by HSBC Bank Canada on May 29, 2020, on behalf of Bonito Capital Corporation. This financial guarantee in the amount of \$19,558,231.00 (Canadian Dollars Nineteen Million Five Hundred Fifty Eight Thousand Two Hundred Thirty One) satisfies the reclamation security requirements specified under the conditions of Part C Schedule C of the Nunavut Water Board Water Licence No. 2AM-LUP2032.

Crown-Indigenous Relations and Northern Affairs Canada will mail a copy of the signed amendment to the HSBC Bank Canada, as requested by the Bank.

Please do not hesitate to contact me by telephone at (867) 975-4550 or by email at godwin.okonkwo@canada.ca for further information.

Sincerely,

Godwin Okonkwo
Manager, Water Resources Division
Nunavut Regional Office
Crown-Indigenous Relations and Northern Affairs Canada
P.O. Box 100
Iqaluit, NU X0A 0H0

Cc. Stephanie Autut, Executive Director, Nunavut Water Board.