

LUPIN MINES INCORPORATED

September 24, 2018

Nunavut Water Board
PO Box 119
Gjoa Haven, NU
X0A 1J0

Attention: Karén Kharatyan, Director of Technical Services

Thank you for your letter dated August 16, 2018 providing a response to Lupin Mines Incorporated (LMI) request for an update regarding LMI's request to reduce reclamation security held under 2AM-LUP1520 (the Licence) and clarification to our response letter dated September 13, 2018.

Please find attached a memo and an itemized schedule from Golder Associates in regards to the progressive reclamation already completed as part of the requested security reduction including work completed as of the site visit with INAC/NWB/ARCADIS on July 5, 2018 and the requested potential security reductions that could be required until the anticipated issuance of renewal licence (approximately 1 year from now).

In closing, LMI wishes to express its appreciation for the NWB's ongoing consideration of LMI's amendment security reduction request and we look forward to hearing from the NWB in the near future.

Sincerely,

"Karyn Lewis"

Karyn Lewis
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C.C. Belinda Labatte, Chief Development Officer, Mandalay Resources Corporation