

Lupin Mines Incorporated
(a subsidiary of Elgin Mining Inc.)

27 August 2012

Ms. Eva Paul
Water Resources Officer
Aboriginal Affairs and Northern Development Canada
Nunavut Regional Office
Building 918, PO Box 100
Iqaluit, NU X0A 0H0

Dear Ms. Paul,

**RE: Discharge Notification – Tailings Pond 2
Lupin Mine, Nunavut, License Number 2AM-LUP0914 (Part E Sec 4)**

Please be advised that Lupin Mines Incorporated (LMI) is planning on a discharge of approximately 2 million cubic meters of water to the receiving environment from the Tailings Containment Area (TCA) Pond 2 commencing in ten (10) days, on or about September 05th, 2012.

We have been adjusting the pH of the water in Pond 2 over the past three weeks and have been maintaining it between 6.0 and 9.5. Table 1 shows the water quality data from samples collected on August 03, 2012, and Table 2 shows the results of the Acute Toxicity Bioassay from samples collected August 17, 2012.

Table 1: August 03, 2012 Lab Results TCA Pond 2

Parameter	ALS Lab # L1189317-2 03 Aug 12 @ 09:15	2AM-LUP0914	
		Max Average Concentration (mg/L)	Max Concentration of Any Grab Sample (mg/L)
Total Arsenic	0.0203	0.50	1.00
Total Copper	0.0109	0.15	0.30
Total Cyanide	<0.0050	0.80	1.60
Total Lead	0.00015	0.10	0.20
Total Nickel	0.0863	0.20	0.40
Total Zinc	0.286	0.40	0.80
Total Suspended Solids	<3.0	15	30.00
Oil & Grease	*	Visual sheen	Visual sheen
pH	4.70	6.0 to 9.5	6.0 to 9.5

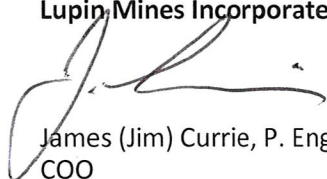
* Not analysed at ALS. No visible sheen observed.

Table 2: August 17, 2012 Lab Results TCA Pond 2

ALS Lab # L1196149-2	Static Pass/Fail
August 17, 2012	
Rainbow Trout 24 Hr.	Pass
ALS Lab # L1196149-1	Static Pass/Fail
August 17, 2012	
Daphnia 48 Hr.	Pass

Should you have any questions regarding this discharge, don't hesitate to contact the undersigned.

Sincerely,
Lupin Mines Incorporated.



James (Jim) Currie, P. Eng.
COO

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