October 16, 2007

Ms. Dionne Filiatrault, P.Eng. Acting Executive Director Nunavut Water Board P.O. Box 119 Gjoa Haven, Nu X0B 1J0

Dear: Ms. Filiatrault

Re: Monthly Report for Lupin Mine, August 2007

Licence 2AM-LUP0008, (previously NWB1LUP0008)

This letter provides the monthly report for the Lupin Mine site for August 2007. The site remains on care and maintenance status. There was no occupation of the site, mining or other industrial activity and no water taking or discharge during the month of August, 2007.

If you have any questions regarding the status of the Lupin site for August of 2007, please do not hesitate to contact me. I can be reached at 807-346-1668, or by e-mail at Aaron.MacDonell@zinifex.com

Sincerely

For: ZINIFEX CANADA INC.

Jaron Har Dwell

Aaron MacDonell

Health Safety and Environment Coordinator

AM/

CC: Dave Hohnstein, NWB

Phyllis Beaulieu, NWB

Andrew Mitchell, Zinifex Canada Inc. John Begeman, Zinifex Canada Inc. Ewan Downie, Zinifex Canada Inc.

(Letter to D Filiatreau_Lupin August Report_101607.doc)

