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Kugluktuk

Ian Parsons

Crown – Indigenous Relations and Northern Affairs (CIRNA)

Cc Spencer Dewar, Director Resource Management, CIRNA

Geoff Clark, Director Lands and Environment, KIA

Matthew Pickard, Vice President, Environment and Sustainability, Sabina Gold

& Silver Corp.

Karén Kharatyan, Manager Licensing, NWB

Bay Chimo Umingmaktok

Cambridge Bay Ikaluktutiak

Gjoa Haven

Okhoktok

Taloyoak

Kugaaruk

Bathurst Inlet

Kingaok

2018-04-12

Sent by e-mail

Reference: CIRNA withdrawal of interest and holding of reclamation security for Marine Laydown Area (MLA) for Type B water license BBC-BRP1819

Dear Ian Parsons as per our conference call with Spencer Dewar and Geoff Clark on April 9, 2018. It was agreed that the KIA would formally request that CIRNA approach the Nunavut Water Board (NWB) to relinquish interest in and holding of \$1.4 million in security for the Marine Laydown Area (MLA) for the Type B water license BBC-BRP1819.

This would allow the KIA to proceed with securing the \$1.4 million in security for the MLA from Sabina Gold & Silver Corp through our land use licensing agreement. This would also allow Sabina to proceed with bringing materials to the MLA.

As you may know, Matthew Pickard of Sabina had requested a 30-day extension from the NWB for initial development under BBC-BRP1819 pertaining to KIA not confirming or accepting CIRNA holding the required security for the MLA.

I hereby request that CIRNA approach the NWB to inform them that you want to relinquish interest in and holding of security under the Type B water license BBC-BRC1819 for the MLA. Thereby allowing KIA to obtain security for the MLA under our land licensing process.

Thank you

John Roesch, P.Eng.

Senior Hope Bay Project Officer

Department of Lands and Environment

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Kitikmeot Inuit Association