

April 28, 2016

Original by Mail

Sean Joseph, Technical Advisor Nunavut Water Board P.O. Box 119 Gjoa Haven, NU XOB 1JO

Dear Mr Joseph:

RE: 2BE-ANG1318 - Modification - Kivalliq Energy Corp. - Angilak Property - Yat Target

Kivalliq Energy Corp. respectfully requests a modification to NWB Licence 2BE-ANG1318, to include the use of Kivalliq's Candig CD21 heli-portable mini-excavator to clean out and extend historical trenches dug by Noranda in the Yat area in 1980. Specifications and a picture of the Candig CD21 are attached as Appendix A.

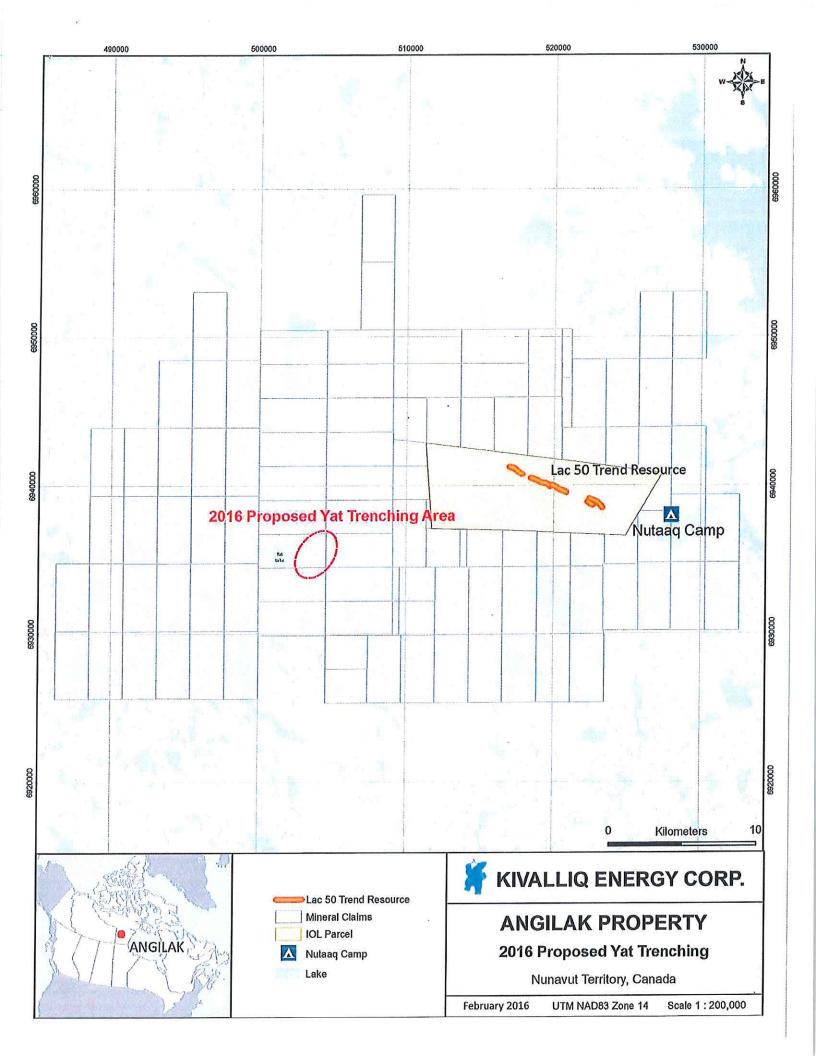
The Yat target is located at 62° 32′ 49″N Lat., 98° 55′ 29″ W Long. (503875mE 6935125mN UTM NAD 83 Z14), approximately 24 kilometres west of Kivalliq's Nutaaq camp and 1.5 kilometres east of Yat Lake (2016 Proposed Yat Trenching Map). Results from prospecting at Yat in 2015 showed elevated gold and silver values that warrant further investigation. Work with the mini-excavator will be complemented by workers using shovels and hand tools. Exposed bedrock will be subject to detailed geological mapping and sampling. The work will be undertaken over a two to three week period in June - July 2016 and will be supported by a Bell 206 L4 helicopter based out of the Nutaaq camp.

A request to amend to Land Use Permit N2012C0030 to include work at Yat with the Candig excavator was submitted to INAC on February 11, 2016. A description of the proposed sampling was included in Kivalliq Energy Corporation's 2016 Work Plan submitted to INAC, KIA and NIRB on February 4, 2016. Under Land Use Permit N2012C0030 and NWB Water Licence 2BE-ANG1318 Kivalliq Energy is permitted to conduct drilling at Yat.

If you have any questions, or require additional information, please do not hesitate to contact me at (604) 646-4529, or by email at andrewb@kivalliqenergy.com

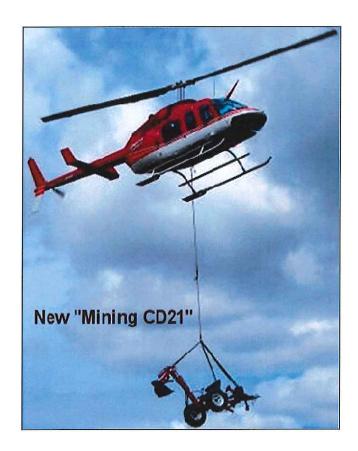
Regards,

Andrew Berry
Chief Operating Officer
Kivalliq Energy Corporation



Appendix A CanDig CD 21 Heliportable Mini-Excavator

Candig Mini-Excavator Specifications	Model CD21
horse power (Honda motor)	9
weight (with bucket and fluids)	1200 pounds
break-out force (of bucket)	3000 pounds
digging depth	8 feet
reach height	122 inches
loading height	64 inches
reach	124 inches
lateral swing (both directions)	110 degrees
operating pressure	2000 psi
standard 12" bucket included?	yes
manual stabilizers included?	yes
2 inch trailer hitch included?	yes



CanDig CD21 Heliportable Mini-Excavator