From: Eva Paul

Sent: 2/17/2013 12:18:05 PM To: john@engcom.ca

CC: BCC:

Subject: Re: Arcadia Bay

Hi John,

I've been pulled away on another project for a couple of weeks, so haven't had a chance to pursue this in depth so far. I'm preparing an analysis that will go to our legal department for assessment. That said, what I can tell you is that when the licence was assigned to Alix from FMM, Alix accepted the liabilities associated with the project (eg-the commitments made by FMM).

I can tell you for certain that the camp used in 2008 is the one I photographed, and was at the coordinates that Kris Raffle provided in the 2008 Annual Report. Also, since FMM, Alix/APEX, and Kikiak have all used the barge site, it will likely fall to you. I am interested in whether you have spoken with FMM yet, and also if you have approached the KitIA regarding the security bond. It would be great if we can work together to come to a resolution.

In the meantime, please ensure that you review the inspection report and my expectations with respect to the cleanup plan. Deadlines are not being respected. I would also recommend you access the NWB FTP site: nunavutwaterboard.org (login: public, password: registry) and review the documentation available on your file. FMM's application documents and plans are there, as well as Alix's. The assignment agreement etc. are all there as well. I will be in TO this week, but available on my cell should you have any questions.

Regards, Eva

Eva Paul

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>>> "John Masters" < john@engcom.ca> 2/1/2013 1:36 PM >>>

Good morning Eva,

As you are aware I'm relatively new to this file and have been bringing myself up to speed over the last week.

Please see attached a letter I've drafted.

Further to the Kikiak Contracting situation I've re-established contact with Grant Newman who was very apologetic for his delay in providing you with a cleanup plan and has promised to have something to both of us early next week.

I look forward to your comments/feedback regarding the attached letter.

Best regards,

John Masters Alix Resources Corp. Suites 1220 & 1240 - 789 W. Pender St.

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