

Lorne Warner, VP Exploration Rockgate Capital Corp. 802-700 West Pender St. Vancouver, BC V6C 1G8 E-mail: geocon@shawbiz.ca karl@krgltd.com

Friday, April 19, 2013

(SENT BY E-MAIL) CIDM # 656360 Our File: 2BE-BIP0813 Your File:

RE: 2012 Water Licence Inspections

Mr. Warner,

My name is Andrew Keim, a Compliance and Enforcement Officer with Aboriginal Affairs and Northern Development Canada. I am currently engaged in the planning and development of my compliance inspection schedule for the 2013 field season.

A review of outstanding compliance files indicates that you have failed to come into compliance with the terms and conditions contained within your issued water license and have failed to comply with the administrative requirements as outlined by Inspector Eva Paul.

This letter is to advise you that it is my intention to conduct a compliance Inspection on the Bathurst Inlet Project on or around July 19th, 2013. Information provided to this office indicates that a number of barrels of fuel and other equipment and waste have been left on site by Rockgate Capital Corp. (as operating under the name of Northrock Resources inc). During this inspection I will be attending the site to conduct an inspection on your exploration activities related to the above-listed water license.

In reviewing your file, I find that no annual reports have been submitted to the Nunavut Water Board for license 2BE-BIP0813. There is a requirement to submit an annual report, as per Part B item 2 of the license, whether or not activities are occurring. I will require that these are filed within 30 days of this notice. Failure to provide to the Inspector and the Nunavut Water Board information as required by legislation and the issued authorization is an offence punishable on summary conviction.

Additionally, please provide the following information;

- Updated company contact information since the issuance of the water license. Please include updated contact info for yourself / other head office contacts and current project or site manager (if any).
- Names and positions of staff on site at this time (if any)?
- o Exact coordinates (degrees/min/sec, NAD 83) for your camp location(s), air strip/landing location, any drilling locations, and fuel caches.



- Applicable land use permit (LUP) numbers which are associated with this water license (if any).
- o Information you feel is pertinent for a site visit (i.e.: camp location has changed from previous seasons, camp facilities available if overnight stay is required, site hazards or restrictions, site safety protocols, etc.).

This letter is issued in accordance with the Nunavut Waters and Nunavut Surface Rights Tribunal Act and the Water license issued to Rockgate Capital Corp. The complete text of the Nunavut Waters and Nunavut Surface Rights Tribunal Act is available at the Department of Justice website: http://laws.justice.gc.ca/en/search.

The complete text of the Water License is available at the Nunayut Water Board Public Registry, which may be accessed through the Board's website: http://www.nunavutwaterboard.org/en/.

Respectfully,

Sent by E-mail

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Cc: Erik Allain Manager, Field Operations, AANDC NRO Karl Kottmeier, President, Rockgate Capital Corp. Phyllis Beaulieu, Manager of licensing, NWB

