



Environment Environnement
Canada Canada

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August 10, 2009

Our file: 4703 001 106
NWB file: 2BE-GEO0210

Richard Dwyer
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Via email at: licensingadmin@nunavutwaterboard.org

Re: NWB 2BE-GEO0210– Assignment of License 2BE-GEO0210

On behalf of Environment Canada (EC), I have reviewed the information submitted with the above-mentioned application. The following specialist advice has been provided pursuant to the *Canadian Environmental Protection Act*, Section 36(3) of the *Fisheries Act*, the *Migratory Birds Convention Act*, and the *Species at Risk Act*.

Dundee Precious Metals Inc. (Dundee) is proposing to assign water license 2BE-GEO0210 to Sabina Silver Corporation (Sabina). Based on the information presented at this time, EC has no real concerns with the assignment of water license 2BE-GEO0210 from Dundee to Sabina, provided the proponent follows mitigation measures outlined in the application and that they are in compliance with the existing water license. Comments and recommendations submitted in the February 27, 2009 letter regarding water license 2BE-GEO0210 would still apply (see attached letter). Terms and conditions applied to the existing water license should be carried forward in the assignment.

If there are any changes in the proposed project, EC should be notified, as further review may be necessary. Please do not hesitate to contact me with any questions or comments with regards to the foregoing at (867) 975-4631 or by email at carrie.spavor@ec.gc.ca.

Yours truly,

Original signed by

Carrie Spavor
Environmental Assessment Coordinator

c.c: Carey Ogilvie (Head, Environmental Assessment-North, EPO, Yellowknife, NT)
Ron Bujold (Environmental Assessment Technician, EPO, Yellowknife, NT)