Water Resources Division Nunavut Regional Office Iqaluit, NU X0A 0H0

Feb 15, 2010

Re: 2BE-GEO0210 - Application Renewal - George Lake - Back River Project - Sabina Gold & Silver Corp.

NWB File: 2BE-GEO0210

CIDMS #: 389781

Please be advised that Indian and Northern Affairs Canada (INAC) has completed a review of the renewal application for water license 2BE-GEO0210 (George Lake) submitted by Sabina Gold and Silver Corp. The NWB circulated the renewal application for comments on January 20, 2010. All associated documents related to this renewal application posted on the NWB ftp site under 2BE-GEO0210 were included in my review (See attached Technical Review Memo).

Should you have any questions or comments, please do not hesitate to contact me at (867) 979-4282 or by email at lan.Parsons@inac.gc.ca.

Sincerely,

Original signed by

lan Parsons Water Resources Technician

Cc. Lou-Ann Cornacchio, Manager of Water Resources – Indian and Northern Affairs Canada, Nunavut Regional Office





Technical Review Memorandum

To: Lou-Ann Cornacchio, Manager of Water Resources – Indian and Northern Affairs Canada, Nunavut Regional Office
Phyllis Beaulieu – Manager of Licensing, Nunavut Water Board
Elizabeth Sherlock – Sabina Gold and Silver Corp.

From: Ian Parsons – Water Resources Technician, Indian & Northern Affairs Canada.

Re: 2BE-GEO0210 – Application Renewal – George Lake – Back River Project – Sabina Gold & Silver Corp.

Background

The George Lake project is located in the Kitikmeot Region of Nunavut 100km South of Bathurst Inlet. The George Lake Project is part of the much larger Back River Project which includes several other properties. Existing facilities at George Lake consists of a gravel airstrip, 5 small structures for (office, sleeping quarters and kitchen) and a building for maintenance and storage. The drilling activities at George Lake will be based out of Goose Lake, with 2 shifts being rotated every 12 hours. Travel to the site would be via helicopter.

Recommendations/Comments

- The Proponent is required, since there will be both domestic and drilling use of water to answer questions 28, 29 and 30 of the Supplemental Questionnaire.
- 2) Quantity of wastes (in cubic meters) is required as per water license renewal application.

Sabina Gold and Silver Corp. are required to provide the Nunavut Water Board all outstanding information referred to above in order to comply with the Renewal Application process.

Cc. Lou-Ann Cornacchio, Manager of Water Resources – Indian and Northern Affairs Canada, Nunavut Regional Office





Peter Kusugak, District Manager – Indian and Northern Affairs Canada, Nunavut Regional Office

