

Phyllis Beaulieu, Manager of Licensing Nunavut Water Board PO Box 119 Gjoa Haven, NU X0B 1J0

June 16, 2010

Re: Application to amend 2BE-GOO1015 to include temporary camps to support exploration and resupply activities

Dear Ms. Beaulieu,

Please find enclosed Sabina Gold & Silver Corp.'s application to amend the Goose Lake water license to include temporary camps in support of exploration and resupply activities located 20km or more from the Goose Lake exploration campsite.

Sabina sees an opportunity to continue exploration activities in the Hackett River and Back River areas and currently holds water and land tenure for three camps in the Kitikmeot Region — Hackett River, Goose Lake and George Lake. The water licenses include exploration activities such as drilling, geophysical surveys and field programs and the operation of camps to support these activities. The purpose of this application is to amend the existing water license to allow water use and waste disposal in small, temporary camps for up to 15 people. These camps would be established for safety, environmental and economic reasons. The intent is not to establish a network of camps across the exploration area, but to have the opportunity and flexibility to establish these temporary camps as needed.

In summary Sabina is requesting an amendment to:

- allow domestic water use from local lakes to supply temporary camps. Assuming 2-3 temporary camps may be operating at the same time this use would total up to approximately 10m³/day; and
- As needed when environmental conditions do not result in safe operating ice conditions, use water to maintain ice airstrip on local lakes. Sabina has assumed that this is up to 65 m³/day.

This request does not include an amendment to the current daily maximum of up to 155m³/day; the above amounts would be included in the currently licensed daily volume.

This request for water licence amendment is submitted with one hardcopy and one electronic copy of:

- o NWB water licence application form;
- o Supplementary questionnaire for exploration/remote camps with appendices:

- > Spill Contingency Plan
- o Project Summary in Inuinnaqtun, Inuktitut and English; and
- o \$30.00 application fee.

Sabina is working with other regulatory organizations in the Kitikmeot Region to ensure land use and other tenure authorizations reflect this request.

If you have any questions regarding this application please call me at (604) 998-4175.

Yours truly

Peter Manojlovic VP Exploration