

P.O. Box 119
GJOA HAVEN, NU X0B 1J0
TEL: (867) 360-6338
FAX: (867) 360-6369

ᓄᓇᓂᓪ ᐃᓕᓕᓂᓪ ᑲᓂᓕᓂᓪ
NUNAVUT WATER BOARD
NUNAVUT IMALIRIYIN KATIMAYINGI
OFFICE DES EAUX DU NUNAVUT

File: 2BE-GOO0510/D7

July 25, 2006

By Email and Regular Mail

Doug Cater
Exploration Manager
Back River Joint Venture
Dundee Precious Metals Inc.
P.O. Box 14
Suite 3220-666 Burrard Street
Vancouver, B.C. V6C 2X8

dcater@dundeeprecious.com

Subject: Dundee Precious Metals Inc.; Submission of a Trenching Plan for the Goose Lake Project; Licence 2BE-GOO0510

Dear Mr. Cater;


The Nunavut Water Board ("NWB") would like to acknowledge receipt of the above Plan under Part D, Item 7 of Licence 2BE-GOO0510. The technical review of the Abandonment and Restoration Plan has been completed and no immediate concerns were identified by interested persons during this review period. The Board has taken into consideration the information submitted. The Plan was found to meet the requirements set out in the Licence under Part D, Item 7 and is hereby approved by the NWB.

The Licensee shall carry out the trenching activity in a manner as to prevent erosion and sedimentation of any surrounding water body. Sedimentation control measures shall be implemented, where necessary in order to ensure control.

Part E of the Licence provides conditions with respect to the protection of waters during operations. These items are intended to apply during trenching activities as well.

Should you have any further questions, please feel free to contact me at (780) 443-4406, at your earliest convenience.

Yours truly,


Philippe Di Pizzo
Executive Director

PDP/dh

Cc: Distribution list